



Community and Nature . . . in Harmony

Village of Homer Glen, Illinois

Annual Comprehensive Financial Report

Audit Report

For the Fiscal Year Ending April 30, 2022

**VILLAGE OF HOMER GLEN, ILLINOIS
ANNUAL COMPREHENSIVE FINANCIAL REPORT
YEAR ENDED APRIL 30, 2022**

**PREPARED BY:
FINANCE DEPARTMENT**

**JOHN SAWYERS
VILLAGE TREASURER**

**VILLAGE OF HOMER GLEN, ILLINOIS
ANNUAL COMPREHENSIVE FINANCIAL REPORT
YEAR ENDED APRIL 30, 2022**

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INTRODUCTORY SECTION



HOMER GLEN
YOU KNOW YOU'RE HOME

14240 W. 151st Street
Homer Glen, Illinois 60491

Phone (708) 301-0632
Fax (708) 301-8407

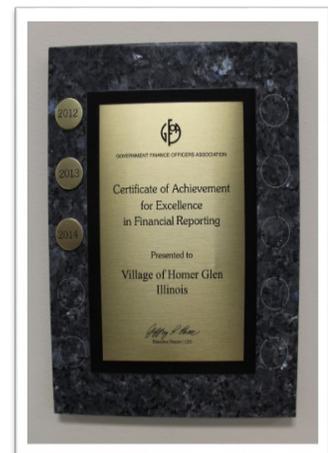
November 21, 2022

Dear Residents of the Village of Homer Glen, the Honorable Mayor George Yukich and the Village Board of Trustees:

We are happy to provide you with the Annual Comprehensive Financial Report (ACFR) for the Village of Homer Glen. This Annual Comprehensive Financial Report covers all aspects of Village finances. This letter of transmittal is divided into four sections, each one discussing different aspects of the Village of Homer Glen's financial performance and accomplishments this past year.

Financial Reporting Award

The Government Finance Officer's Association of the United States and Canada (GFOA) awarded a "Certificate of Achievement for Excellence in Financial Reporting" to the Village of Homer Glen for its annual comprehensive financial report for the fiscal year ending April 30, 2021. This was the twentieth consecutive year that the Village of Homer Glen has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.



A Certificate of Achievement is valid for a period of one year. We believe that our current comprehensive annual financial report meets the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate award.

Introduction

Management Responsibility for Financial Information

This ACFR covers the fiscal year May 1, 2021 to April 30, 2022. The Village believes that the data, as presented, is accurate in all material respects. Responsibility for the accuracy and completeness of this data rests with the Village.

The management of the Village of Homer Glen is responsible for maintaining accurate financial records in order to ensure the efficiency and accountability of public funds. The accounts of the Village of Homer Glen are both organized and operated on the basis of funds. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in accounting for resources. The Village maintains a minimum number of funds to account for its operations. At this time, the Village utilizes governmental funds, which include the General Fund, Motor Fuel Tax Fund, Park and Recreation Fund, Home Rule Sales Tax Fund, Capital Projects Fund and Debt Service Fund, and an enterprise fund, the Water Management Fund. The Village also maintains a custodial fund to account for funds held in escrow for professional fees incurred in connection with development. A more detailed explanation of the funds utilized is available in the financial section of the ACFR report.

In order to ensure the accuracy of its financial position the Village engages an independent auditor to examine the Village's financial statements. The Village has received an unmodified opinion from the independent audit firm of PKF Mueller, verifying the accuracy of the Village's financial statements for the fiscal year.

Economic Condition and Outlook

Overview of Local Economy

The Village of Homer Glen is one of Illinois' newest municipalities. By referendum vote, the Village was incorporated on April 17, 2001. It had a population of 25,069 as of October 31, 2008 and therefore functions as a Home Rule community. The official 2010 Decennial Census figures were certified on March 3, 2011 indicating a population of 24,220. When the population dipped below 25,000, the residents needed to pass a referendum to remain a Home Rule community. In 2012, the voters approved a Home Rule referendum allowing the Village to continue as a Home Rule unit of local government. The Village covers an area of approximately 22 square miles. Homer Glen is a residential community with significant amounts of open space farmland and growing commercial areas.

To elaborate, the Village has commercial areas that generate a significant amount of sales tax revenue. The existence of sales tax and other per capita tax revenues currently funds most of the Village operations. The Village levied \$1,500,000 to fund the operations resulting from Village obtaining the assets of the Homer Highway Township Road District.

The Village officially adopted a Comprehensive Plan in early 2005 to help define and manage future growth.

Information Regarding Major Industries Affecting the Local Economy

There is no one significantly large employer located within the Village of Homer Glen. There are several senior care and residential facilities, educational facilities, commercial stores and governmental offices that employ a number of individuals. Sales tax receipts, from a growing commercial retail base, are one of the most important contributors to the Village organization’s revenue stream.

Future Economic Outlook

The Village of Homer Glen has shown an upward trend in growth, increasing from a population of 22,269 (2000 census), to 24,083 (2004 special census), to 24,220 (2010 census), and then to the current estimated population of 24,472.

Homer Glen is located almost wholly in Homer Township and constitutes a majority of the Township’s area and population. A 2004 annexation extended the Village’s southeast boundary into New Lenox Township. Homer Township figures indicate a growth of 35% over the past 10 years. Other census figures for Homer Township show a significant growth in income and home values. (See Fig. 1)

Fig. 1

	Median Household Income		Median Value Owner Occupied Housing	
	1999	2010	1999	2010
Homer Township	\$79,793	\$103,603	\$217,800	\$356,000
Will County	\$62,238	\$85,488	\$154,300	\$240,500

There are approximately 5,000 acres of land in the Village of Homer Glen that are currently being farmed. For the most part, this acreage is owned by developers or investors. This provides an incredible potential for growth in the future that must be managed carefully. The Village has enacted construction and commercial development ordinances, to help preserve the Village’s character, along with recent updates to the Village’s zoning code. In addition, fire codes have been unified throughout the Village. Another ordinance established exterior construction standards for residential and commercial structures requiring first floor masonry. On December 18, 2007, the Village Board passed an ordinance regulating outdoor lighting to preserve the night sky as a natural resource.

Major Initiatives

Current Planning and Capital Projects

Several initiatives were successfully implemented in FY 21-22. Those initiatives are listed below.

- Awarded the Fiddymet Creek extension to Robinson Engineering for Phase II of the project.

- Awarded Phase II of the 151st Street Widening Project to HR Green.
- Acquired Right-of-Way parcels for 151st Street Widening
- Completed Feasibility Study for a Waste Water Treatment Facility.
- Awarded the Village Hall Roof Replacement to All American contractor.
- Initiated the ITEP Funding for (2) multi-use paths. (West and South extensions)
- New surveillance equipment in Heritage Park
- Veterans Memorial Dedication in Heritage Park
- Completed construction of a new, inclusive playground in Heritage Park
- Constructed swing set in Heritage Park
- Purchased (2) snowplows for Public Works
- Purchased a mower for the Parks Department
- Acquired parks from the Township
- Added modules to existing Civic Gov software to improve Village performance for licensing
- Established Behavioral Health and Addiction Committee
- Created a sub-committee under Public Safety
- Installed new pump for well at acquired football field
- Purchased new sand separator attachment for new well to prevent clogging
- Established an IGA between the Village of Homer Glen and Will County Department of Transportation regarding the Bell Rd. Improvements
- Established an Annexation Agreement between the Village of Homer Glen and Homer Township
- Established an IGA between the Village of Homer Glen and the Will County Forest Preserve District regarding the construction of a trail connection off of Sough Bell Rd.
- Created the Simplicity Mobile Application for the Village of Homer Glen to promote events

Street Resurfacing Program

The Village of Homer Glen, through the Highway Department, completed a significant street resurface program during the 2022 – 2023 construction year. The annual resurfacing program covered 3.6 miles of Village’s roads this year. Portions of Village roads resurfaced with Village money in 2023 are included on the list below.

	<u>Street</u>	<u>Miles</u>
HIDDEN VALLEY TR	159TH TO VALLEY VIEW	0.1
VALLEY VIEW DR	HIDDEN VALLEY TO WEST END	0.2
WILDWOOD LN	VALLEY VIEW TO CREEKWOOD	0.2
WILDWOOD CT	WILDWOOD TO NORTH END	0.1
CREEKWOOD DR	WILDWOOD TO WEST END	0.2
CREEKWOOD CT	CREEKWOOD TO SOUTH END	0.1
RIDGEWOOD DR	CREEKWOOD TO HIDDEN VALLEY	0.9
HIDDEN VALLEY DR	RIDGEWOOD TO WILDWOOD	0.3
HIDDEN VALLEY CIR	HIDDEN VALLEY TO NORTH END	0.1
LADY BAR LN	DERBY TO FOREST VIEW	0.1
CANNONADE CT	LADY BAR TO END	0.6
DUBLIN DR	PARKER TO TARA	0.2
EAGLE RIDGE DR	GREENBRIER TO 151ST	<u>0.5</u>
		3.6

Financial Information

Internal Control Framework and Budgetary Controls

In developing and evaluating the Village's accounting system, consideration is given to the adequacy of internal accounting controls. Internal accounting controls are designed to provide reasonable, but not absolute, assurance regarding: the safeguarding of assets against loss from unauthorized use or disposition; the reliability of financial records for preparing financial statements and maintaining accountability for assets; and the promoting of operational efficiency.

The concept of reasonable assurance recognizes that the costs of internal control should not exceed the benefits likely to be desired and that the evaluation of cost and benefits requires judgments by management. All internal control evaluations take place within the above framework. The relationship of internal control to basic management responsibilities emphasizes the relationship of the accounting system with all other management control systems. We believe that the Village's internal accounting controls adequately safeguard assets and provide reasonable assurance of proper recording of all financial transactions.

Budgetary control is maintained through an annual budget passed by the Village of Homer Glen's Village Board. The FY 2021-22 balanced budget is based on actual expected receipts and expenditures for the year plus any unexpended surplus from prior years. The Village may transfer budgeted amounts between departments within a fund. The budget is appropriately controlled through a computerized accounting system to assure effective fiscal management and accountability.

Financial reports, which compare actual to-date performance with the approved budget, are prepared monthly and presented to the Mayor, Village Board, Treasurer and Village Manager. In this manner, the Village is able to review the financial status of the various activities and funds on a monthly basis and determine the effectiveness of budgetary controls.

Other Information

Independent Audit

The Village of Homer Glen is required by state law to be audited annually by an independent certified public accountant. The Village Board has selected PKF Mueller, LLP for this task.

For the Fiscal Year Ending April 30, 2022, the Village has received an unmodified opinion from the independent auditor, meaning the auditor has determined that the financial statements of the Village are an accurate representation of the Village's financial position.

For additional financial highlights see the management discussion and analysis contained in the ACFR, directly behind the independent auditor's report

Acknowledgements

The preparation of the Village of Homer Glen's annual comprehensive financial report was made possible by the cooperative efforts of the Village's administrative staff. In addition, we would also like to thank our accounting firm, PKF Mueller, for their guidance to the Village through this process.

Respectfully submitted,


Carmen Maurella, III
Village Manager



John Sawyers
Treasurer/Finance Director



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Village of Homer Glen
Illinois**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

April 30, 2021

Christopher P. Morill

Executive Director/CEO

VILLAGE OF HOMER GLEN, ILLINOIS
NAMES AND TITLES OF PRINCIPAL OFFICIALS

APRIL 30, 2022

LEGISLATIVE

VILLAGE PRESIDENT

George Yukich

TRUSTEES

Dan Fialko

Ruben Pazmino

Nicole La Ha

Beth Rodgers

Jennifer Consolino

Rose Reynders

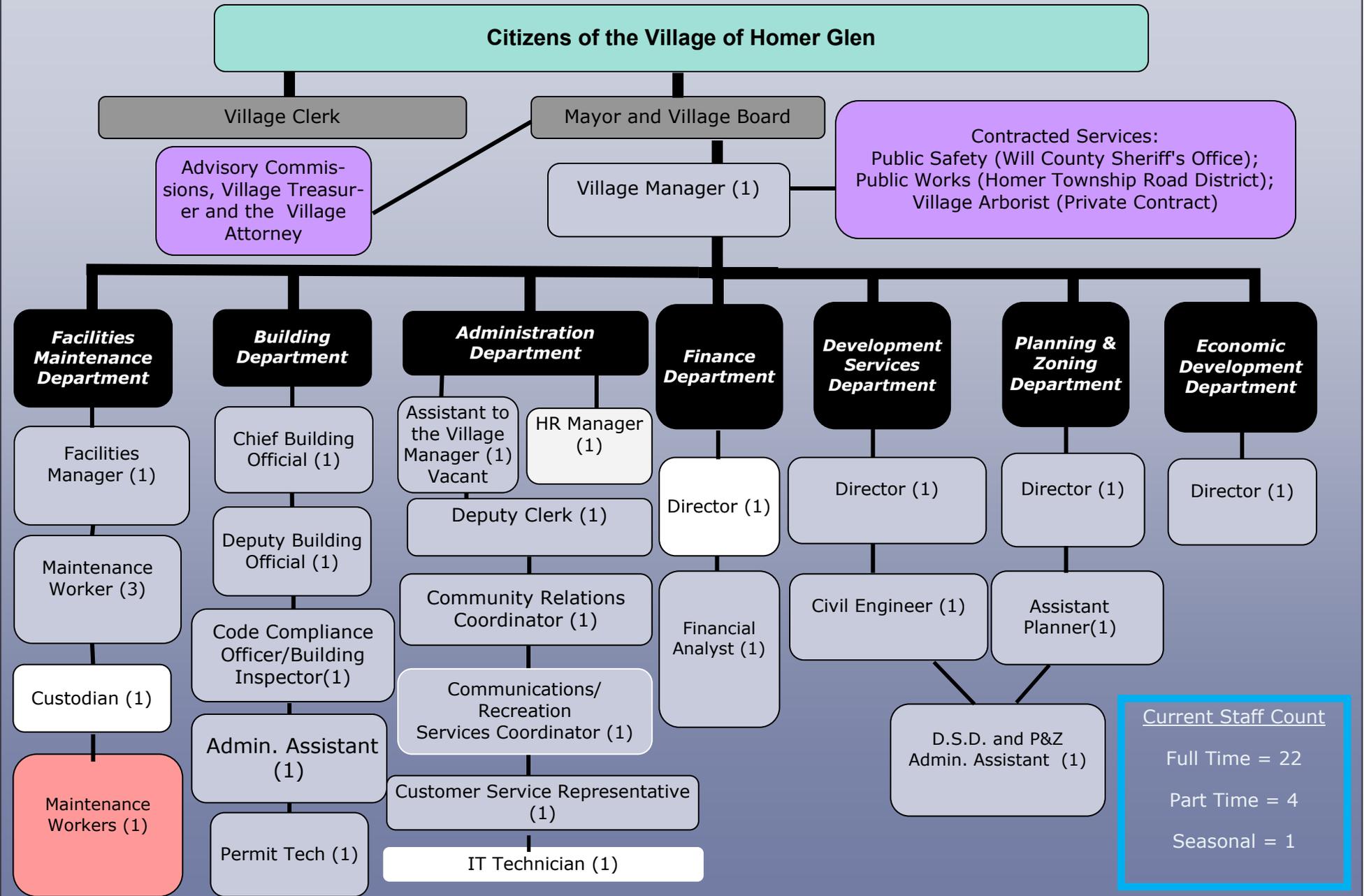
Christina Neitzke-Troiike

John Sawyers

Village Clerk

Village Treasurer

Village of Homer Glen Organizational Chart



Current Staff Count
 Full Time = 22
 Part Time = 4
 Seasonal = 1

Legend: Constituents (Light Green) Elected Officials (Grey) Appointed Officials/Contracted Services (Purple) Full-Time (Light Blue) Part-Time (White) Seasonal (Red)

FINANCIAL SECTION

INDEPENDENT AUDITOR'S REPORT

To the Honorable Village President and Board of Trustees
Village of Homer Glen, Illinois

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of Homer Glen, Illinois, as of and for the year ended April 30, 2022, and the related notes to the financial statements, which collectively comprise the basic financial statements of the Village of Homer Glen, Illinois as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of Homer Glen, Illinois, as of April 30, 2022, and the respective changes in financial position, and, where applicable, cash flows thereof and the respective budgetary comparisons for the General Fund, Motor Fuel Tax Fund, Park and Recreation Fund, and Home Rule Sales Tax Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Village of Homer Glen, Illinois and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the ability of the Village of Homer Glen, Illinois to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the internal control of the Village of Homer Glen, Illinois. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the ability of the Village of Homer Glen, Illinois to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and schedules of pension information be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements of the Village of Homer Glen, Illinois. The individual fund schedules and Illinois Grant Accountability and Transparency Act Consolidated Year-End Financial Report are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the individual fund schedules and Illinois Grant Accountability and Transparency Act Consolidated Year-End Financial Report are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual comprehensive financial report. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Report on Summarized Comparative Information

We have previously audited the April 30, 2021 financial statements of the Village of Homer Glen, Illinois, and we expressed unmodified opinions on the respective financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information in our report dated December 3, 2021. In our opinion, the summarized comparative information presented herein as of and for the year ended April 30, 2021, is consistent, in all material respects, with the audited financial statements from which it has been derived.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated November 21, 2022, on our consideration of the internal control over financial reporting of the Village of Homer Glen, Illinois and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the internal control over financial reporting of the Village of Homer Glen, Illinois or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the internal control over financial reporting and compliance of the Village of Homer Glen, Illinois.

PKF Mueller

Orland Park, Illinois
November 21, 2022

MANAGEMENT'S DISCUSSION AND ANALYSIS (Unaudited)

Village of Homer Glen, Illinois
Management's Discussion and Analysis (Unaudited)
April 30, 2022

As management of the Village of Homer Glen, we offer readers of the Village of Homer Glen's financial statements this narrative overview and analysis of the financial activities of the Village of Homer Glen for the fiscal year ended April 30, 2022.

Financial Highlights

- The assets and deferred outflows of resources of the Village of Homer Glen exceeded its liabilities and deferred inflows of resources per the Statement of Net Position as of April 30, 2022 by \$80,623,113 (*net position*). Of this amount, \$4,987,861 was restricted for capital projects and \$2,848,110 was restricted for public works.

- As of April 30, 2022, the Village of Homer Glen's Governmental Funds Balance Sheet reported a combined ending fund balance of \$30,237,489. Fund balance increased \$8,114,266 from the prior fiscal year. The increase in fund balance was partially from the new general fund property tax levy. The increase also is from the \$2,752,208 home rule sales tax surplus and \$536,753 MFT surplus.

- For the fiscal year ending April 30, 2022, the Statement of Activities increase in net position was \$6,896,002, which was \$2,731,321 less than the prior fiscal year. In addition to two non-recurring revenues (Rebuild Illinois Capital MFT and ARPA Federal grant) the Village did not have last year's one-time \$3,958,406 intergovernmental contribution from the merger of Homer Township Road District real estate and personal property, which produced the larger increase in fiscal year 2021.

Overview of the Financial Statements

This discussion and analysis are intended to serve as an introduction to the Village of Homer Glen's basic financial statements. These basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide Financial Statements. The *government-wide financial statements* are designed to provide readers with a broad overview of the Village of Homer Glen's finances, in a manner similar to a private-sector business.

The *statement of net position* presents information on all of the Village of Homer Glen's assets, deferred outflows of resources, liabilities, deferred inflows of resources, and net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the Village of Homer Glen is improving or deteriorating.

The *statement of activities* presents information showing how the Village of Homer Glen's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., earned, unused vacation and sick leave).

The governmental activities of the Village of Homer Glen include general government, public safety, building, public works, economic development, culture and recreation, and planning and zoning.

Village of Homer Glen, Illinois
Management's Discussion and Analysis (Unaudited)
April 30, 2022

The Village of Homer Glen also has business-type activities, as some sewerage services have begun to be provided by the Village.

The government-wide financial statements include only the activities of the Village of Homer Glen. The Village has no component units.

The government-wide financial statements can be found on pages 1-4 of this report.

Fund Financial Statements. A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Village of Homer Glen, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the Village of Homer Glen can be categorized as governmental, proprietary, or fiduciary funds.

Governmental Funds. *Governmental funds* are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on *near-term inflows and outflows of spendable resources*, as well as on *balances of spendable resources* available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and change in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

The Village of Homer Glen maintains five individual governmental funds. The governmental funds are considered to be major funds. There are no nonmajor governmental funds. Information is presented separately in the Balance Sheet - Governmental Funds and in the Statement of Revenues, Expenditures, and Change in Fund Balances - Governmental Funds. The basic governmental fund financial statements can be found on pages 5-19 of this report.

The Village of Homer Glen adopted an annual appropriated budget for each governmental fund. Budgetary comparison statements and schedules have been provided to demonstrate compliance with these budgets.

Proprietary Funds: The Village maintains one type of proprietary fund, which is the enterprise fund. Enterprise funds are used to report the same functions presented as *business-type activities* in the government-wide financial statements. The Village uses enterprise funds to account for the activities related to waterworks and sewerage.

The basic proprietary fund financial statements can be found on pages 20-22 of this report

Village of Homer Glen, Illinois
Management’s Discussion and Analysis (Unaudited)
April 30, 2022

Fiduciary Fund: The Village also maintains a fiduciary fund in the form of a custodial fund, which is used to account for resources - exclusively cash - held by the Village for good faith deposits required for construction within the Village. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the Village’s own programs.

The fiduciary fund uses the accrual basis of accounting. The fiduciary fund financial statement can be found on pages 23-24 of this report.

Notes to the Financial Statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 25-44 of this report.

Other Information. In addition to the basic financial statements and accompanying notes, *required supplementary information* presents schedules of changes in the Village’s net pension liability and Village contributions related to the Illinois Municipal Retirement Fund. Individual fund statements and schedules are presented immediately following the required supplementary information and can be found on pages 50-52 of this report.

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government’s financial position. In the case of the Village of Homer Glen, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$80,623,113 at the close of the most recent fiscal year.

	Governmental Activities		Business-type Activities		Total Primary Government	
	2022	2021	2022	2021	2022	2021
Cash and investments	\$3,029,630	\$2,010,390	\$ -	\$ -	\$3,029,630	\$2,010,390
Equity in pooled cash and investments	27,365,828	19,519,450	254,267	270,853	27,620,095	19,790,303
Receivables	4,439,918	3,500,494	-	-	4,439,918	3,500,494
Other assets	27,328	28,341	-	-	27,328	28,341
Capital assets	50,602,832	52,034,828	-	-	50,602,832	52,034,828
Total assets	85,465,536	77,093,503	254,267	270,853	85,719,803	77,364,356
Deferred outflows of resources	368,583	233,025	-	-	368,583	233,025
Current liabilities	2,658,093	1,439,170	1,484	13,481	2,659,577	1,452,651
Noncurrent liabilities	465,557	663,256	-	-	465,557	663,256
Total liabilities	3,123,650	2,102,426	1,484	13,481	3,125,134	2,115,907
Deferred inflows of resources	2,340,139	1,754,363	-	-	2,340,139	1,754,363
Net position:						
Net investment in capital assets	50,594,198	51,375,203	-	-	50,594,198	51,375,203
Restricted	7,835,971	7,586,672	-	-	7,835,971	7,586,672
Unrestricted	21,940,161	14,507,864	252,783	257,372	22,192,944	14,765,236
Total net position	\$80,370,330	\$73,469,739	\$252,783	\$257,372	\$80,623,113	\$73,727,111

Village of Homer Glen, Illinois
Management’s Discussion and Analysis (Unaudited)
April 30, 2022

A large portion of the Village of Homer Glen’s net position reflects its investment in capital assets (e.g. land, building, infrastructure, land improvements, equipment, signage and vehicles). The Village of Homer Glen uses these capital assets to provide services to citizens; consequently, these assets are *not* available for future spending. The Village of Homer Glen’s investment in its capital assets, reported net of related debt, is not a spendable resource.

An additional portion of the Village’s net position (10%) represents resources that are subject to external restrictions on how they may be used. The remaining balance of \$22,192,944 is unrestricted and may be used to meet the government’s ongoing obligations to its citizens and creditors.

At the end of the fiscal year, the Village is able to report positive balances in all reported categories of net position. The same situation held true for the prior fiscal year.

	Governmental Activities		Business-type Activities		Total Primary Government	
	2022	2021	2022	2021	2022	2021
Revenues						
Intergovernmental	\$ 12,908,664	\$ 10,864,222	\$ -	\$ -	\$ 12,908,664	\$ 10,864,222
Charges for services						
General government	1,383,906	1,221,444	-	-	1,383,906	1,221,444
Public works	18,751	103,777	-	-	18,751	103,777
Culture and recreation	270,511	15,688	-	-	270,511	15,688
Sewerage	-	-	26,494	275,328	26,494	275,328
Home rule sales tax	3,752,208	3,026,792	-	-	3,752,208	3,026,792
Capital contributions and grants						
Public works	532,064	4,756,503	-	-	532,064	4,756,503
Culture and recreation	119,981	55,520	-	-	119,981	55,520
Operating contributions and grants						
General government	-	32,957	-	-	-	32,957
Public safety	1,050	1,045,655	-	-	1,050	1,045,655
Investment income (loss)	(2,730)	46,033	-	-	(2,730)	46,033
Gain on sale of capital assets	-	4,550	-	-	-	4,550
Property taxes	1,497,415	-	-	-	1,497,415	-
Other	138,614	54,607	-	-	138,614	54,607
Total revenues	20,620,434	21,227,748	26,494	275,328	20,646,928	21,503,076
Expenses						
General government	2,493,408	2,736,983	-	-	2,493,408	2,736,983
Public safety	4,696,045	4,351,066	-	-	4,696,045	4,351,066
Building	480,322	496,593	-	-	480,322	496,593
Public works	4,921,507	3,200,125	-	-	4,921,507	3,200,125
Economic development	159,771	269,777	-	-	159,771	269,777
Culture and recreation	770,849	540,832	-	-	770,849	540,832
Planning and zoning	197,941	262,421	-	-	197,941	262,421
Sewerage	-	-	31,083	17,956	31,083	17,956
Total expenses	13,719,843	11,857,797	31,083	17,956	13,750,926	11,875,753
Change in net position	6,900,591	9,369,951	(4,589)	257,372.00	6,896,002	9,627,323
Net position – beginning	73,469,739	64,099,788	257,372	-	73,727,111	64,099,788
Net position – ending	\$ 80,370,330	\$ 73,469,739	\$ 252,783	\$ 257,372	\$ 80,623,113	73,727,111

**Village of Homer Glen, Illinois
Management’s Discussion and Analysis (Unaudited)
April 30, 2022**

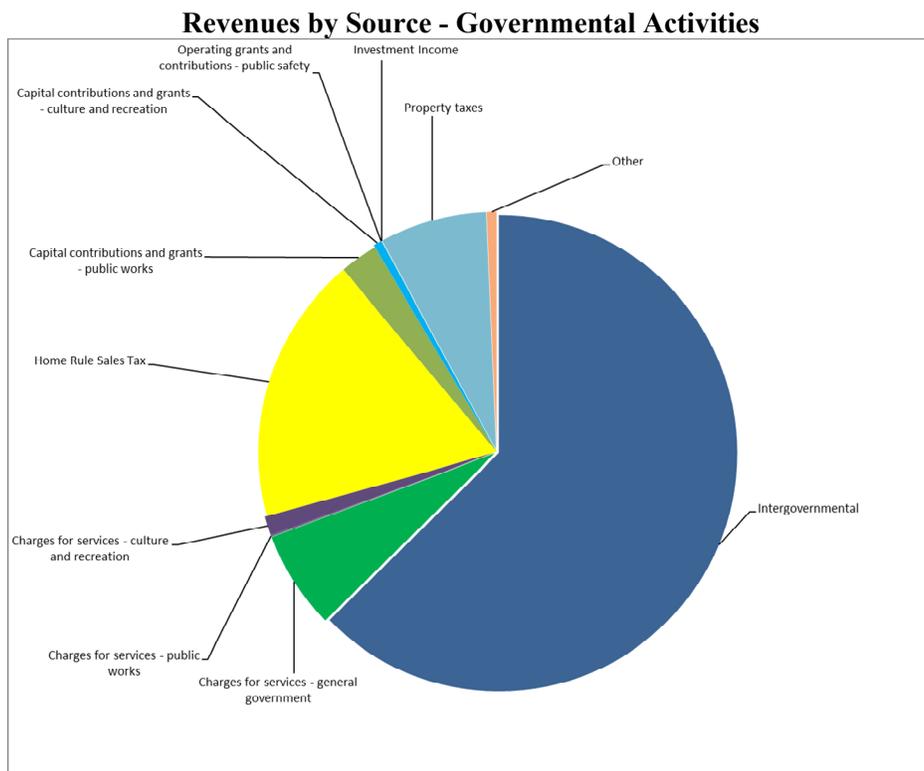
Governmental Activities. The Village of Homer Glen’s net position at April 30, 2022 was \$80,370,330, which was an increase of \$6,900,591 from the prior year.

General Revenues increased by \$4,348,550 from the previous period. The fiscal year 2022 increase was the result of a \$1,497,415 increase in property taxes and \$2,044,442 increase in intergovernmental – unrestricted revenue.

Public safety activities account for approximately 34 percent of the governmental activities expenses of the Village of Homer Glen. The Village subcontracts its public safety to the Will County Sheriff’s Department. The Village paid \$4,559,370 for public safety to the Will County Sheriff’s Department for the fiscal year ended April 30, 2022.

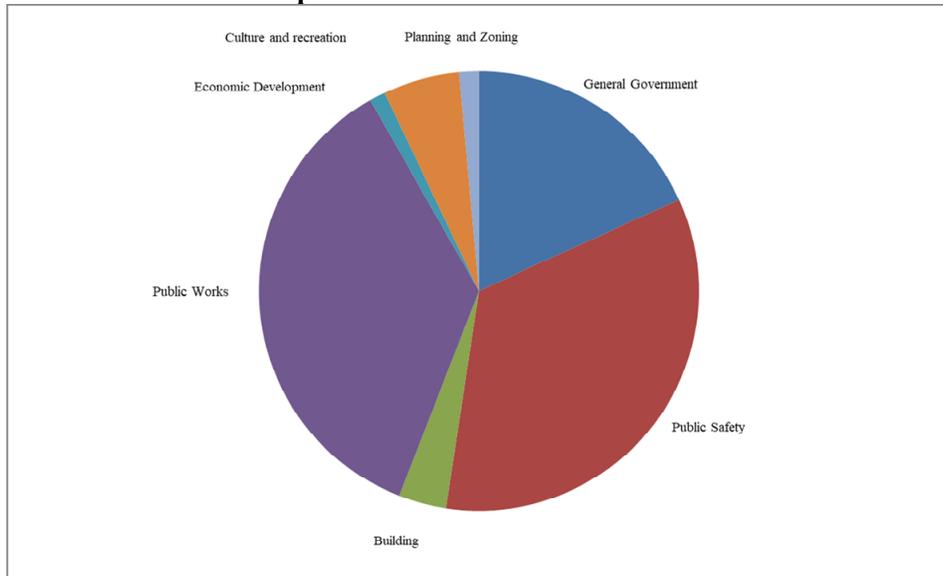
Public works activities account for approximately 36 percent of the expenses of the Village of Homer Glen. The Village no longer has an intergovernmental agreement with the Homer Township Road District for maintenance of the Village streets. After the Homer Township Road District asset acquisition in April 2021, the Village does all the maintenance for the roads within its incorporated boundary. At the year ended April 30, 2022, the public works department cost was \$4,921,507.

As shown by the following graphs and identified by the Statement of Activities on pages 3-4, intergovernmental revenues not restricted or applicable to specific programs provide the major revenue source for governmental activities, while public safety and public works costs represent the majority of governmental activities expenses.



Village of Homer Glen, Illinois
Management's Discussion and Analysis (Unaudited)
April 30, 2022

Expenses - Governmental Activities



Business-type Activities. During the current fiscal year, net position for the business-type activities decreased by \$4,589 as the Water Management Fund revenues exceeded expenses.

Financial Analysis of the Government's Funds

As noted earlier, the Village of Homer Glen uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds. The focus of the Village of Homer Glen's *governmental funds* is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the Village of Homer Glen's financing requirements. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available for spending as it represents the portion of fund balance which has not yet been limited to use for a particular purpose by either an external party, the Village itself, or a group or individual that has been delegated authority to assign resources for particular purposes by the Village's Board.

As of April 30, 2022, the Village of Homer Glen's governmental funds reported combined ending fund balances of \$30,237,489, of which \$6,110,800 was unassigned, \$581,763 was committed, \$15,708,955 was assigned, and \$7,835,971 was restricted. Fund balance increased by \$8,114,266. The increase in fund balance was from the operating surpluses from General Fund (\$1,263,411) and Home Rule Sales Tax Fund (\$2,752,208).

Village of Homer Glen, Illinois
Management's Discussion and Analysis (Unaudited)
April 30, 2022

The General Fund continues to produce significant surpluses. An excess of revenues over expenditures of \$4,263,411 was reported in the current year. \$3,000,000 of this surplus was transferred to the Capital Projects Fund. The increase in fund balance is partially the result of a current year decrease in general government expenditures and also an increase in intergovernmental revenues.

The Motor Fuel Tax fund balance at April 30, 2022 was \$2,848,110, all of which was restricted. Fund balance increased by \$536,753 from the previous year. The increase in fund balance is from deferred capital projects. As fund balance grows, future large MFT capital projects will spend down the fund balance.

The Park and Recreation fund balance at April 30, 2022 was \$5,164,497, of which \$2,000,000 is restricted, and \$3,164,497 is assigned for future capital projects. Fund balance increased by \$137,648 from the previous year. The increase in fund balance is the result of deferring budgeted park improvements to the next fiscal year.

The Home Rules Sales Tax fund balance at April 30, 2022 was \$3,446,312. The entire fund balance is assigned. Fund balance increased by \$2,752,208 from the previous year. This increase is after consideration of the \$1,000,000 that was transferred to the Capital Projects Fund in fiscal year April 30, 2022.

The Capital Projects fund balance at April 30, 2022 was \$12,043,790, of which \$2,987,861 was restricted, \$183,827 was committed, and \$8,872,102 was assigned for future capital projects. Fund balance increased by \$3,424,246 from the previous year. The increase in fund balance is the result of deferred capital expenditures and transfers from other funds. As fund balance grows, future large capital projects will spend down the fund balance.

Proprietary Funds. The Village has one proprietary fund, the Water Management Fund. This fund saw a \$4,589 decrease in its net position in 2022. Operating expenses exceeded operating revenues for the year.

General Fund Budgetary Highlights

The 2022 annual program budget for the Village of Homer Glen's General Fund identified the budgeted level of spending at \$11,720,128. Actual expenditures of \$10,495,597 (budgetary basis) were lower than budgeted expenditures by \$1,224,531. The Village historically is conservative in its budgeting approach. Expenditures are forecasted given the circumstances present at the time.

Actual expenditures (budgetary basis) related to general government personnel were \$264,463 lower than anticipated. Actual expenditures (budgetary basis) related to general government other expenditures were \$261,586 lower than anticipated. Actual expenditures (budgetary basis) related to public works personnel were \$297,901 lower than anticipated. Actual expenditures (budgetary basis) related to public works maintenance were \$175,946 greater than anticipated.

The 2022 annual program budget for the Village of Homer Glen's General Fund identified the budgeted revenues at \$12,002,350. Actual revenues of \$14,141,715 (budgetary basis) were \$2,139,365 more than anticipated. This was primarily due to the receipt of \$1,759,303 more in intergovernmental revenues than was anticipated.

Village of Homer Glen, Illinois
Management's Discussion and Analysis (Unaudited)
April 30, 2022

Capital Assets

The Village of Homer Glen's investment in capital assets for its governmental activities as of April 30, 2022, is \$50,602,832, net of accumulated depreciation. This investment in capital assets includes land, building, vehicles, equipment, signage, and infrastructure. The majority of the infrastructure assets were received via contribution from Homer Township as a result of the Village's incorporation on April 3, 2001. The infrastructure assets consist of roads, curbs and storm sewers.

Capital assets, net of accumulated depreciation, as of April 30, 2022 and 2021 were as follows:

	Governmental	
	<u>Activities</u>	
	<u>2022</u>	<u>2021</u>
Land	\$ 20,279,996	\$ 20,479,241
Construction in progress	-	506,854
Building	1,717,447	1,767,184
Equipment	233,837	771,436
Infrastructure	20,803,692	20,463,446
Land Improvements	5,783,288	6,258,636
Signage	67,979	29,459
Vehicles	1,716,593	1,758,572
Total Net Capital Assets	<u>\$ 50,602,832</u>	<u>\$ 52,034,828</u>

Additional information on the capital assets can be found in note II. D. in the Notes to Financial Statements.

Debt Management

The Village of Homer Glen had noncurrent liabilities of \$465,557 at April 30, 2022. Following is a comparative schedule of noncurrent liabilities:

	Governmental	
	<u>Activities</u>	
	<u>2022</u>	<u>2021</u>
Note payable	\$ -	\$ 127,969
Net pension liability	338,161	401,952
Compensated absences payable	<u>127,396</u>	<u>133,335</u>
Total	<u>\$ 465,557</u>	<u>\$ 663,256</u>

Village of Homer Glen, Illinois
Management's Discussion and Analysis (Unaudited)
April 30, 2022

Additional information on the long-term debt can be found in note II. F. in the Notes to Financial Statements.

Economic Factors and Next Year's Budgets and Rates

- The Village continues to pursue commercial development, through its investment in economic development, to expand its tax base and secure new sales tax revenue.
- The Village projects moderate growth in sales tax and home rule sales tax resulting from new businesses opening in 2022-23 and businesses reopening after COVID closures.
- The Village projects an increase in per capita tax revenue based on the previous year's trended performance and projections from Illinois Municipal League and law changes.
- The Village continues to proactively manage expenditures to match projected revenues.

Requests for Information

This financial report is designed to provide a general overview of the Village of Homer Glen's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Office of the Village Treasurer or the Office of the Village Manager, 14240 West 151st Street, Homer Glen, IL 60491.

General information relating to the Village of Homer Glen, Illinois, can be found at the Village's website, <http://www.homerglenil.org>.

BASIC FINANCIAL STATEMENTS

GOVERNMENT-WIDE FINANCIAL STATEMENTS

VILLAGE OF HOMER GLEN, ILLINOIS
STATEMENT OF NET POSITION
APRIL 30, 2022
WITH COMPARATIVE TOTALS FOR APRIL 30, 2021 (AS RESTATED)

	<u>Governmental</u> <u>Activities</u>	<u>Business-type</u> <u>Activities</u>	<u>Totals</u>	
			<u>2022</u>	<u>2021</u>
ASSETS				
Cash and cash equivalents	\$ 3,029,630	\$ -	\$ 3,029,630	\$ 2,010,390
Equity in pooled cash and investments	27,365,828	254,267	27,620,095	19,790,303
Receivables:				
Property taxes receivable	1,967,122	-	1,967,122	1,500,467
Intergovernmental	2,323,778	-	2,323,778	1,830,456
Other	149,018	-	149,018	169,571
Other assets	27,328	-	27,328	28,341
Capital assets not being depreciated	20,279,996	-	20,279,996	20,986,095
Capital assets net of accumulated depreciation	<u>30,322,836</u>	<u>-</u>	<u>30,322,836</u>	<u>31,048,733</u>
 Total assets	 <u>85,465,536</u>	 <u>254,267</u>	 <u>85,719,803</u>	 <u>77,364,356</u>
 DEFERRED OUTFLOWS OF RESOURCES				
Deferred outflows of resources related to pensions	<u>368,583</u>	<u>-</u>	<u>368,583</u>	<u>233,025</u>
 LIABILITIES				
Accounts payable and other current liabilities	975,711	1,484	977,195	1,439,276
Unearned revenue	1,682,382	-	1,682,382	13,375
Noncurrent liabilities:				
Due within one year	85,355	-	85,355	217,304
Due in more than one year	<u>380,202</u>	<u>-</u>	<u>380,202</u>	<u>445,952</u>
 Total liabilities	 <u>3,123,650</u>	 <u>1,484</u>	 <u>3,125,134</u>	 <u>2,115,907</u>
 DEFERRED INFLOWS OF RESOURCES				
Deferred inflows of resources related to pensions	373,017	-	373,017	253,896
Property taxes levied for future period	<u>1,967,122</u>	<u>-</u>	<u>1,967,122</u>	<u>1,500,467</u>
 Total deferred inflows of resources	 <u>2,340,139</u>	 <u>-</u>	 <u>2,340,139</u>	 <u>1,754,363</u>

(continued)

The accompanying notes are an integral part of the financial statements.

VILLAGE OF HOMER GLEN, ILLINOIS
STATEMENT OF NET POSITION
APRIL 30, 2022
WITH COMPARATIVE TOTALS FOR APRIL 30, 2021 (AS RESTATED)

	<u>Governmental</u> <u>Activities</u>	<u>Business-type</u> <u>Activities</u>	<u>Totals</u>	
NET POSITION			<u>2022</u>	<u>2021</u>
Net investment in capital assets	50,594,198	-	50,594,198	51,375,203
Restricted for capital projects	4,987,861	-	4,987,861	5,275,315
Restricted for public works	2,848,110	-	2,848,110	2,311,357
Unrestricted	<u>21,940,161</u>	<u>252,783</u>	<u>22,192,944</u>	<u>14,765,236</u>
Total net position	<u>\$ 80,370,330</u>	<u>\$ 252,783</u>	<u>\$ 80,623,113</u>	<u>\$ 73,727,111</u> (concluded)

The accompanying notes are an integral part of the financial statements.

VILLAGE OF HOMER GLEN, ILLINOIS
STATEMENT OF ACTIVITIES
YEAR ENDED APRIL 30, 2022
WITH COMPARATIVE TOTALS FOR THE YEAR ENDED APRIL 30, 2021

	<u>Program Revenues</u>				<u>Net (Expense) Revenue and Change in Net Position</u>			
	<u>Expenses</u>	<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Totals</u>	
							<u>2022</u>	<u>2021</u>
Functions/programs:								
Governmental activities:								
General government	\$ 2,493,408	\$ 1,383,906	\$ -	\$ -	\$ (1,109,502)	\$ -	\$ (1,109,502)	\$ (1,482,582)
Public safety	4,696,045	-	1,050	-	(4,694,995)	-	(4,694,995)	(3,305,411)
Building	480,322	-	-	-	(480,322)	-	(480,322)	(496,593)
Public works	4,921,507	18,751	-	532,064	(4,370,692)	-	(4,370,692)	1,660,155
Economic development	159,771	-	-	-	(159,771)	-	(159,771)	(269,777)
Planning and zoning	197,941	-	-	-	(197,941)	-	(197,941)	(262,421)
Culture and recreation	770,849	270,511	-	119,981	(380,357)	-	(380,357)	(469,624)
Total governmental activities	13,719,843	1,673,168	1,050	652,045	(11,393,580)	-	(11,393,580)	(4,626,253)
Business-type activities:								
Sewerage	31,083	26,494	-	-	-	(4,589)	(4,589)	257,372
Total functions/programs	<u>\$ 13,750,926</u>	<u>\$ 1,699,662</u>	<u>\$ 1,050</u>	<u>\$ 652,045</u>	<u>(11,393,580)</u>	<u>(4,589)</u>	<u>(11,398,169)</u>	<u>(4,368,881)</u>
General revenues:								
Property taxes					1,497,415	-	1,497,415	-
Home rule sales tax					3,752,208	-	3,752,208	3,026,792
Intergovernmental - unrestricted					12,908,664	-	12,908,664	10,864,222
Investment income (loss)					(2,730)	-	(2,730)	46,033
Gain on sale of capital assets					-	-	-	4,550
Other income					138,614	-	138,614	54,607
Total general revenues					<u>18,294,171</u>	<u>-</u>	<u>18,294,171</u>	<u>13,996,204</u>
Change in net position					6,900,591	(4,589)	6,896,002	9,627,323
Net position at beginning of year					<u>73,469,739</u>	<u>257,372</u>	<u>73,727,111</u>	<u>64,099,788</u>
Net position at end of year					<u>\$ 80,370,330</u>	<u>\$ 252,783</u>	<u>\$ 80,623,113</u>	<u>\$ 73,727,111</u>

The accompanying notes are an integral part of the financial statements.

FUND FINANCIAL STATEMENTS

VILLAGE OF HOMER GLEN, ILLINOIS
BALANCE SHEET - GOVERNMENTAL FUNDS
APRIL 30, 2022
WITH COMPARATIVE TOTALS FOR APRIL 30, 2021 (AS RESTATED)

	<u>General</u>	<u>Special Revenue</u>		<u>Home Rule Sales Tax</u>	<u>Capital Projects</u>	<u>Totals</u>	
		<u>Motor Fuel Tax</u>	<u>Park and Recreation</u>			<u>2022</u>	<u>2021</u>
ASSETS							
Cash and cash equivalents	\$ 621,944	\$ 2,407,686	\$ -	\$ -	\$ -	\$ 3,029,630	\$ 2,010,390
Equity in pooled cash and investments	5,213,583	417,059	5,120,523	2,897,235	13,717,428	27,365,828	19,519,450
Receivables:							
Property taxes	1,967,122	-	-	-	-	1,967,122	1,500,467
Intergovernmental	1,693,428	81,273	-	549,077	-	2,323,778	1,830,456
Other	98,172	-	50,846	-	-	149,018	169,571
Other assets	<u>27,328</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>27,328</u>	<u>28,341</u>
Total assets	<u>\$ 9,621,577</u>	<u>\$ 2,906,018</u>	<u>\$ 5,171,369</u>	<u>\$ 3,446,312</u>	<u>\$ 13,717,428</u>	<u>\$ 34,862,704</u>	<u>\$ 25,058,675</u>
LIABILITIES							
Liabilities:							
Accounts payable	\$ 806,162	\$ 57,908	\$ 128	\$ -	\$ 8,506	\$ 872,704	\$ 1,341,618
Accrued expenditures	96,263	-	6,744	-	-	103,007	79,992
Unearned revenue	<u>17,250</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,665,132</u>	<u>1,682,382</u>	<u>13,375</u>
Total liabilities	<u>919,675</u>	<u>57,908</u>	<u>6,872</u>	<u>-</u>	<u>1,673,638</u>	<u>2,658,093</u>	<u>1,434,985</u>
DEFERRED INFLOWS OF RESOURCES							
Property taxes levied for future period	<u>1,967,122</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,967,122</u>	<u>1,500,467</u>
FUND BALANCES							
Fund balances:							
Nonspendable	-	-	-	-	-	-	30,687
Restricted	-	2,848,110	2,000,000	-	2,987,861	7,835,971	7,586,672
Committed	397,936	-	-	-	183,827	581,763	450,498
Assigned	226,044	-	3,164,497	3,446,312	8,872,102	15,708,955	8,877,015
Unassigned	<u>6,110,800</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>6,110,800</u>	<u>5,178,351</u>
Total fund balances	<u>6,734,780</u>	<u>2,848,110</u>	<u>5,164,497</u>	<u>3,446,312</u>	<u>12,043,790</u>	<u>30,237,489</u>	<u>22,123,223</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 9,621,577</u>	<u>\$ 2,906,018</u>	<u>\$ 5,171,369</u>	<u>\$ 3,446,312</u>	<u>\$ 13,717,428</u>	<u>\$ 34,862,704</u>	<u>\$ 25,058,675</u>

The accompanying notes are an integral part of the financial statements.

**VILLAGE OF HOMER GLEN, ILLINOIS
RECONCILIATION OF FUND BALANCES - TOTAL GOVERNMENTAL
FUNDS TO NET POSITION OF GOVERNMENTAL ACTIVITIES
APRIL 30, 2022**

Fund balances - total governmental funds \$ 30,237,489

Amounts reported for governmental activities in the statement of net position are different because:

Capital assets used in governmental activities of \$75,811,110, net of accumulated depreciation of \$25,208,278, are not financial resources and, therefore, are not reported in the funds. 50,602,832

Deferred outflows and inflows of resources related to pensions are applicable to future periods and, therefore, are not reported in the funds. Deferred outflows and inflows of resources related to pensions at year-end are as follows:

Deferred outflows related to pensions	\$	368,583
Deferred inflows related to pensions		<u>(373,017)</u>

Total (4,434)

Long-term liabilities, including bonds payable, are not due and payable in the current period and, therefore, are not reported in the funds. Also, governmental funds report the effect of premiums, discounts and similar items when the debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. Long-term liabilities and related accounts at year-end consist of:

Net pension liability	\$	(338,161)
Compensated absences payable		<u>(127,396)</u>

Total (465,557)

Net position of governmental activities \$ 80,370,330

The accompanying notes are an integral part of the financial statements.

VILLAGE OF HOMER GLEN, ILLINOIS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGE
IN FUND BALANCES - GOVERNMENTAL FUNDS
YEAR ENDED APRIL 30, 2022
WITH COMPARATIVE TOTALS FOR THE YEAR ENDED APRIL 30, 2021

	<u>Special Revenue</u>			<u>Home Rule Sales Tax</u>	<u>Capital Projects</u>	<u>Totals</u>	
	<u>General</u>	<u>Motor Fuel Tax</u>	<u>Park and Recreation</u>			<u>2022</u>	<u>2021</u>
Revenues:							
Property taxes	\$ 1,497,415	\$ -	\$ -	\$ -	\$ -	\$ 1,497,415	\$ -
Home rule sales tax	-	-	-	3,752,208	-	3,752,208	3,026,792
Intergovernmental	11,266,454	1,559,666	641,789	-	-	13,467,909	12,740,931
Licenses, fees and permits	1,383,906	-	-	-	-	1,383,906	1,325,221
Community festival	270,511	-	-	-	-	270,511	15,688
Contributions	-	-	112,601	-	-	112,601	55,520
Investment income (loss)	5,595	1,281	275	-	(9,881)	(2,730)	46,033
Other income	138,614	-	-	-	-	138,614	54,607
Total revenues	14,562,495	1,560,947	754,665	3,752,208	(9,881)	20,620,434	17,264,792
Expenditures:							
Current operations:							
General government	2,234,129	-	3,465	-	62,805	2,300,399	2,367,085
Public safety	4,627,234	-	-	-	-	4,627,234	4,297,044
Building	495,377	-	-	-	-	495,377	499,732
Public works	2,404,498	194,021	-	-	-	2,598,519	1,691,987
Economic development	161,217	-	-	-	-	161,217	239,367
Planning and zoning	189,731	-	-	-	-	189,731	262,421
Culture and recreation	507	-	531,938	-	-	532,445	485,652
Capital outlay:							
General government	32,944	-	-	-	-	32,944	33,602
Public safety	20,589	-	-	-	-	20,589	58,204
Building	-	-	-	-	-	-	-
Public works	704	830,173	-	-	261,946	1,092,823	1,525,768
Culture and recreation	-	-	81,614	-	241,122	322,736	1,233,001
Debt service:							
Principal	127,969	-	-	-	-	127,969	-
Interest	4,185	-	-	-	-	4,185	-
Total expenditures	10,299,084	1,024,194	617,017	-	565,873	12,506,168	12,693,863
Excess (deficiency) of revenues over expenditures	4,263,411	536,753	137,648	3,752,208	(575,754)	8,114,266	4,570,929
Other financing sources (uses):							
Proceeds from sale of capital assets	-	-	-	-	-	-	4,550
Transfers in	-	-	-	-	4,000,000	4,000,000	6,761,701
Transfers out	(3,000,000)	-	-	(1,000,000)	-	(4,000,000)	(6,761,701)
Total other financing sources (uses)	(3,000,000)	-	-	(1,000,000)	4,000,000	-	4,550
Net change in fund balances	1,263,411	536,753	137,648	2,752,208	3,424,246	8,114,266	4,575,479
Fund balances at beginning of year	5,471,369	2,311,357	5,026,849	694,104	8,619,544	22,123,223	17,547,744
Fund balances at end of year	<u>\$ 6,734,780</u>	<u>\$ 2,848,110</u>	<u>\$ 5,164,497</u>	<u>\$ 3,446,312</u>	<u>\$ 12,043,790</u>	<u>\$ 30,237,489</u>	<u>\$ 22,123,223</u>

The accompanying notes are an integral part of the financial statements.

**VILLAGE OF HOMER GLEN, ILLINOIS
RECONCILIATION OF THE NET CHANGE IN FUND BALANCES
OF GOVERNMENTAL FUNDS TO THE CHANGE IN
NET POSITION OF GOVERNMENTAL ACTIVITIES
YEAR ENDED APRIL 30, 2022**

Net change in fund balances - total governmental funds \$ 8,114,266

Amounts reported for governmental activities in the statement of activities are different because:

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which depreciation (\$2,474,300) exceeded capitalized expenditures (\$1,357,287) in the current period. (1,117,013)

The net effect of transactions involving the disposal of capital assets was to decrease net position. (314,983)

The repayment of the principal of long-term debt uses current financial resources of governmental funds. This transaction, however, has no effect on net position. 127,969

Certain expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds. This is the amount by which the accrual for these expenses at the end of the current fiscal year changed from the corresponding amount at the end of the previous fiscal year. 10,124

Governmental funds report Village pension contributions as expenditures. However, in the statement of activities, the cost of pension benefits earned is reported as pension expense. This is the amount by which Village pension contributions exceeded pension benefits earned in the current period. 80,228

Change in net position of governmental activities \$ 6,900,591

The accompanying notes are an integral part of the financial statements.

VILLAGE OF HOMER GLEN, ILLINOIS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGE IN FUND
BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS) -
GENERAL FUND
YEAR ENDED APRIL 30, 2022
WITH COMPARATIVE ACTUAL (NON-GAAP BUDGETARY BASIS)
AMOUNTS FOR THE YEAR ENDED APRIL 30, 2021

	<u>2022</u>			<u>2021</u>
	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>	<u>Actual</u>
Revenues:				
Property taxes	\$ 1,500,000	\$ 1,497,415	\$ (2,585)	\$ -
Intergovernmental	9,058,462	10,817,765	1,759,303	10,148,491
Licenses, fees and permits	1,185,588	1,407,940	222,352	1,175,999
Community festival	187,800	274,386	86,586	18,963
Investment income	20,000	5,595	(14,405)	31,567
Other income	50,500	138,614	88,114	54,607
	<u>12,002,350</u>	<u>14,141,715</u>	<u>2,139,365</u>	<u>11,429,627</u>
Total revenues				
Expenditures:				
General government:				
Current:				
Personnel	1,602,145	1,337,682	264,463	1,416,599
Communication	48,000	60,254	(12,254)	48,740
Contractual services	173,000	96,200	76,800	92,745
Maintenance	117,000	41,864	75,136	43,190
Professional development	47,000	27,468	19,532	33,686
Professional fees	347,000	268,965	78,035	323,323
Supplies	41,150	36,869	4,281	38,654
Other	615,235	353,649	261,586	221,975
Capital outlay	95,000	32,944	62,056	33,602
Public safety:				
Current:				
Personnel	19,055	17,326	1,729	15,687
Contractual services	4,519,500	4,486,810	32,690	4,116,396
Supplies	8,400	4,347	4,053	6,425
Other	129,300	119,540	9,760	98,962
Capital outlay	34,000	20,589	13,411	58,204
Building:				
Current:				
Personnel	494,199	467,326	26,873	473,327
Contractual services	15,300	17,188	(1,888)	14,767
Maintenance	4,000	-	4,000	3,865
Supplies	5,700	4,760	940	3,585
Other	7,000	5,606	1,394	3,689

(continued)

The accompanying notes are an integral part of the financial statements.

VILLAGE OF HOMER GLEN, ILLINOIS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGE IN FUND
BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS) -
GENERAL FUND
YEAR ENDED APRIL 30, 2022
WITH COMPARATIVE ACTUAL (NON-GAAP BUDGETARY BASIS)
AMOUNTS FOR THE YEAR ENDED APRIL 30, 2021

	<u>2022</u>			<u>2021</u>
	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>	<u>Actual</u>
Public works:				
Current:				
Personnel	1,661,053	1,363,152	297,901	-
Contractual services	568,634	452,186	116,448	1,392,116
Maintenance	50,077	226,023	(175,946)	-
Supplies	369,803	257,054	112,749	-
Other	60,880	84,537	(23,657)	-
Capital outlay	259,674	226,748	32,926	-
Economic development:				
Current:				
Personnel	119,279	116,390	2,889	116,362
Contractual services	1,200	749	451	937
Supplies	1,250	-	1,250	-
Other	55,500	45,357	10,143	120,934
Planning and zoning:				
Current:				
Personnel	207,044	171,249	35,795	220,521
Contractual service	15,700	2,262	13,438	7,414
Supplies	1,500	-	1,500	-
Other	25,350	17,842	7,508	34,426
Culture and recreation:				
Current:				
Other	1,200	507	693	64
Debt service				
Current:				
Principal payment	-	127,969	(127,969)	-
Interest	-	4,185	(4,185)	-
Total expenditures	<u>11,720,128</u>	<u>10,495,597</u>	<u>1,224,531</u>	<u>8,940,195</u>
Excess of revenues over expenditures	<u>282,222</u>	<u>3,646,118</u>	<u>3,363,896</u>	<u>2,489,432</u> (continued)

The accompanying notes are an integral part of the financial statements.

VILLAGE OF HOMER GLEN, ILLINOIS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGE IN FUND
BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS) -
GENERAL FUND
YEAR ENDED APRIL 30, 2022
WITH COMPARATIVE ACTUAL (NON-GAAP BUDGETARY BASIS)
AMOUNTS FOR THE YEAR ENDED APRIL 30, 2021

	<u>2022</u>			<u>2021</u>
	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>	<u>Actual</u>
Other financing sources (uses):				
Proceeds from sale of capital assets	10,000	-	(10,000)	4,550
Transfers out	-	(3,000,000)	(3,000,000)	(2,642,505)
Total other financing sources (uses)	<u>10,000</u>	<u>(3,000,000)</u>	<u>(3,010,000)</u>	<u>(2,637,955)</u>
Net change in fund balances	292,222	646,118	353,896	(148,523)
Fund balances at beginning of year (non-GAAP budgetary basis)	<u>4,963,365</u>	<u>4,963,365</u>	-	<u>5,111,888</u>
Fund balances at end of year (non-GAAP budgetary basis)	<u>\$ 5,255,587</u>	<u>\$ 5,609,483</u>	<u>\$ 353,896</u>	<u>\$ 4,963,365</u> (continued)

The accompanying notes are an integral part of the financial statements.

VILLAGE OF HOMER GLEN, ILLINOIS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGE IN FUND
BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS) -
GENERAL FUND
YEAR ENDED APRIL 30, 2022
WITH COMPARATIVE ACTUAL (NON-GAAP BUDGETARY BASIS)
AMOUNTS FOR THE YEAR ENDED APRIL 30, 2021

Explanation of differences between budgetary inflows and outflows and GAAP revenues and expenditures:

Sources / inflows of resources:

Actual amount (budgetary basis) "available for appropriation" from the budgetary comparison statement	\$ 14,141,715
Differences - budget to GAAP:	
Receivables:	
Property taxes	955,368
Intergovernmental	448,689
Other	(24,034)
Unearned revenue	(3,875)
Deferred inflows of resources:	
Property taxes levied for future period	(955,368)
Total revenues as reported on the statement of revenues, expenditures and change in fund balances - governmental funds	\$ 14,562,495

Uses / outflows of resources:

Actual amount (budgetary basis) "total charges to appropriations" from the budgetary comparison statement	\$ 10,495,597
Differences - budget to GAAP:	
Other assets	(1,013)
Payables:	
Accounts payable	8,933
Accrued expenditures	21,611
Amount encumbered for public works capital outlay	(226,044)
Total expenditures as reported on the statement of revenues, expenditures and change in fund balances - governmental funds	\$ 10,299,084 (concluded)

The accompanying notes are an integral part of the financial statements.

VILLAGE OF HOMER GLEN, ILLINOIS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGE IN FUND
BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS) -
MOTOR FUEL TAX FUND
YEAR ENDED APRIL 30, 2022
WITH COMPARATIVE ACTUAL (NON-GAAP BUDGETARY BASIS)
AMOUNTS FOR THE YEAR ENDED APRIL 30, 2021

	<u>2022</u>			<u>2021</u>
	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>	<u>Actual</u>
Revenues:				
Intergovernmental	\$ 1,848,448	\$ 1,539,430	\$ (309,018)	\$ 1,719,987
Investment income	10,000	1,281	(8,719)	2,038
Other	-	18,751	18,751	-
Total revenues	<u>1,858,448</u>	<u>1,559,462</u>	<u>(298,986)</u>	<u>1,722,025</u>
Expenditures:				
Current:				
Public works:				
Maintenance	96,500	117,398	(20,898)	110,649
Contractual services	130,000	74,249	55,751	170,540
Capital outlay	<u>2,070,000</u>	<u>782,772</u>	<u>1,287,228</u>	<u>31,229</u>
Total expenditures	<u>2,296,500</u>	<u>974,419</u>	<u>1,322,081</u>	<u>312,418</u>
Net change in fund balances	(438,052)	585,043	1,023,095	1,409,607
Fund balances at beginning of year (non-GAAP budgetary basis)	<u>2,239,702</u>	<u>2,239,702</u>	-	<u>830,095</u>
Fund balances at end of year (non-GAAP budgetary basis)	<u>\$ 1,801,650</u>	<u>\$ 2,824,745</u>	<u>\$ 1,023,095</u>	<u>\$ 2,239,702</u>

(continued)

The accompanying notes are an integral part of the financial statements.

VILLAGE OF HOMER GLEN, ILLINOIS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGE IN FUND
BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS) -
MOTOR FUEL TAX FUND
YEAR ENDED APRIL 30, 2022
WITH COMPARATIVE ACTUAL (NON-GAAP BUDGETARY BASIS)
AMOUNTS FOR THE YEAR ENDED APRIL 30, 2021

Explanation of differences between budgetary inflows and outflows and GAAP revenues and expenditures:

Sources / inflows of resources:

Actual amount (budgetary basis) "available for appropriation" from the budgetary comparison statement	\$ 1,559,462
Difference - budget to GAAP:	
Receivables:	
Intergovernmental	<u>1,485</u>
Total revenues as reported on the statement of revenues, expenditures and change in fund balances - governmental funds	<u><u>\$ 1,560,947</u></u>

Uses / outflows of resources:

Actual amount (budgetary basis) "total charges to appropriations" from the budgetary comparison statement	\$ 974,419
Difference - budget to GAAP:	
Accounts payable	<u>49,775</u>
Total expenditures as reported on the statement of revenues, expenditures and change in fund balances - governmental funds	<u><u>\$ 1,024,194</u></u> (concluded)

The accompanying notes are an integral part of the financial statements.

VILLAGE OF HOMER GLEN, ILLINOIS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGE IN FUND
BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS) -
PARK AND RECREATION FUND
YEAR ENDED APRIL 30, 2022
WITH COMPARATIVE ACTUAL (NON-GAAP BUDGETARY BASIS)
AMOUNTS FOR THE YEAR ENDED APRIL 30, 2021

	<u>2022</u>			<u>2021</u>
	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>	<u>Actual</u>
Revenues:				
Intergovernmental	\$ 485,000	\$ 638,308	\$ 153,308	\$ 482,465
Contributions	45,000	112,601	67,601	55,520
Investment income	15,000	275	(14,725)	8,427
Total revenues	<u>545,000</u>	<u>751,184</u>	<u>206,184</u>	<u>546,412</u>
Expenditures:				
Current:				
General government:				
Other	1,500	3,465	(1,965)	439
Culture and recreation:				
Personnel	451,082	390,692	60,390	352,205
Contractual services	43,750	37,019	6,731	30,718
Maintenance	189,000	103,090	85,910	102,523
Capital outlay	840,500	84,046	756,454	1,197,789
Total expenditures	<u>1,525,832</u>	<u>618,312</u>	<u>907,520</u>	<u>1,683,674</u>
Excess (deficiency) of revenues over expenditures	(980,832)	132,872	1,113,704	(1,137,262)
Other financing sources:				
Transfers in	-	-	-	2,950,000
Net change in fund balances	(980,832)	132,872	1,113,704	1,812,738
Fund balances at beginning of year (non-GAAP budgetary basis)	<u>4,987,651</u>	<u>4,987,651</u>	-	<u>3,174,913</u>
Fund balances at end of year (non-GAAP budgetary basis)	<u>\$ 4,006,819</u>	<u>\$ 5,120,523</u>	<u>\$ 1,113,704</u>	<u>\$ 4,987,651</u>

(continued)

The accompanying notes are an integral part of the financial statements.

VILLAGE OF HOMER GLEN, ILLINOIS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGE IN FUND
BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS) -
PARK AND RECREATION FUND
YEAR ENDED APRIL 30, 2022
WITH COMPARATIVE ACTUAL (NON-GAAP BUDGETARY BASIS)
AMOUNTS FOR THE YEAR ENDED APRIL 30, 2021

Explanation of differences between budgetary inflows and outflows and GAAP revenues and expenditures:

Sources / inflows of resources:

Actual amount (budgetary basis) "available for appropriation" from the budgetary comparison statement	\$ 751,184
Differences - budget to GAAP:	
Receivables:	
Intergovernmental	<u>3,481</u>
Total revenues as reported on the statement of revenues, expenditures and change in fund balances - governmental funds	<u>\$ 754,665</u>

Uses / outflows of resources:

Actual amount (budgetary basis) "total charges to appropriations" from the budgetary comparison statement	\$ 618,312
Difference - budget to GAAP:	
Accounts payable	(2,699)
Accrued expenditures	<u>1,404</u>
Total expenditures as reported on the statement of revenues, expenditures and change in fund balances - governmental funds	<u>\$ 617,017</u> (concluded)

The accompanying notes are an integral part of the financial statements.

VILLAGE OF HOMER GLEN, ILLINOIS
HOME RULE SALES TAX FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGE IN FUND
BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
YEAR ENDED APRIL 30, 2022
WITH COMPARATIVE ACTUAL (NON-GAAP BUDGETARY BASIS)
AMOUNTS FOR THE YEAR ENDED APRIL 30, 2021

	2022			2021
	Original and Final Budget	Actual	Variance with Final Budget	Actual
Revenues:				
Home rule sales tax	\$ 2,784,552	\$ 3,709,060	\$ 924,508	\$ 2,883,062
Other financing uses:				
Transfers out	<u>(1,000,000)</u>	<u>(1,000,000)</u>	<u>-</u>	<u>(2,694,887)</u>
Net change in fund balances	1,784,552	2,709,060	924,508	188,175
Fund balances at beginning of year (non-GAAP budgetary basis)	<u>188,175</u>	<u>188,175</u>	<u>-</u>	<u>-</u>
Fund balances at end of year (non-GAAP budgetary basis)	<u>\$ 1,972,727</u>	<u>\$ 2,897,235</u>	<u>\$ 924,508</u>	<u>\$ 188,175</u>

Explanation of differences between budgetary inflows and GAAP revenues:

Sources / inflows of resources:

Actual amount (budgetary basis) "available for appropriation" from the budgetary comparison schedule	\$ 3,709,060
Difference - budget to GAAP:	
Receivables:	
Other	<u>43,148</u>
Total revenues as reported on the statement of revenues, expenditures and change in fund balances - governmental funds	<u>\$ 3,752,208</u>

The accompanying notes are an integral part of the financial statements.

VILLAGE OF HOMER GLEN, ILLINOIS
STATEMENT OF NET POSITION - PROPRIETARY FUND
WATER MANAGEMENT FUND
YEAR ENDED APRIL 30, 2022
WITH COMPARATIVE AMOUNTS FOR THE YEAR ENDED APRIL 30, 2021

	2022	2021
ASSETS		
Current assets:		
Equity in pooled cash and investments	\$ 254,267	\$ 270,853
LIABILITIES		
Current liabilities:		
Accounts payable	1,484	13,481
NET POSITION		
Unrestricted	\$ 252,783	\$ 257,372

The accompanying notes are an integral part of the financial statements.

**VILLAGE OF HOMER GLEN, ILLINOIS
STATEMENT OF REVENUES, EXPENSES AND CHANGE
IN NET POSITION - PROPRIETARY FUND
WATER MANAGEMENT FUND
YEAR ENDED APRIL 30, 2022
WITH COMPARATIVE AMOUNTS FOR THE YEAR ENDED APRIL 30, 2021**

	<u>2022</u>	<u>2021</u>
Operating revenues:		
Licenses, fees and permits:		
Impact fees	\$ 26,494	\$ 275,328
Operating expenses:		
Contractual services	<u>31,083</u>	<u>17,956</u>
Operating income (loss)	(4,589)	257,372
Net position at beginning of year	<u>257,372</u>	<u>-</u>
Net position at end of year	<u><u>\$ 252,783</u></u>	<u><u>\$ 257,372</u></u>

The accompanying notes are an integral part of the financial statements.

VILLAGE OF HOMER GLEN, ILLINOIS
STATEMENT OF CASH FLOWS - PROPRIETARY FUND
WATER MANAGEMENT FUND
YEAR ENDED APRIL 30, 2022
WITH COMPARATIVE AMOUNTS FOR THE YEAR ENDED APRIL 30, 2021

	2022	2021
Cash flows from operating activities:		
Receipts from customers and users	\$ 26,494	\$ 275,328
Payments to vendors	(43,080)	(4,475)
Net cash provided (used) by operating activities	(16,586)	270,853
Equity in pooled cash and investments at beginning of year	270,853	-
Equity in pooled cash and investments at end of year	\$ 254,267	\$ 270,853
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:		
Operating income (loss)	\$ (4,589)	\$ 257,372
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:		
Increase (decrease) in accounts payable	(11,997)	13,481
Net cash provided (used) by operating activities	\$ (16,586)	\$ 270,853

The accompanying notes are an integral part of the financial statements.

VILLAGE OF HOMER GLEN, ILLINOIS
STATEMENT OF FIDUCIARY NET POSITION - CUSTODIAL FUND
REVOLVING ESCROW FUND
APRIL 30, 2022
WITH COMPARATIVE AMOUNTS FOR APRIL 30, 2021

	<u>2022</u>	<u>2021</u>
ASSETS		
Equity in pooled cash and investments	<u>\$ 153,347</u>	<u>\$ 146,357</u>
NET POSITION		
Net position restricted for amounts held in escrow	<u>\$ 153,347</u>	<u>\$ 146,357</u>

The accompanying notes are an integral part of the financial statements.

**VILLAGE OF HOMER GLEN, ILLINOIS
STATEMENT OF CHANGE IN FIDUCIARY
NET POSITION - CUSTODIAL FUND
REVOLVING ESCROW FUND
YEAR ENDED APRIL 30, 2022
WITH COMPARATIVE AMOUNTS FOR THE
YEAR ENDED APRIL 30, 2021**

	<u>2022</u>	<u>2021</u>
Additions:		
Deposits	\$ 50,990	\$ 41,500
Deductions:		
Deposit refunds	<u>44,000</u>	<u>42,000</u>
Change in net position	6,990	(500)
Net position at beginning of year	<u>146,357</u>	<u>146,857</u>
Net position at end of year	<u>\$ 153,347</u>	<u>\$ 146,357</u>

The accompanying notes are an integral part of the financial statements.

NOTES TO BASIC FINANCIAL STATEMENTS

**VILLAGE OF HOMER GLEN, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED APRIL 30, 2022**

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

The Village of Homer Glen, Illinois ("the Village") was incorporated April 3, 2001. The Village operates under the Council-Manager form of government and provides the following services as authorized by its charter: public safety (police), public works, building, culture-recreation, public improvements, and general administrative services. In addition, sewerage services will be provided under an enterprise fund concept, with user charges set by the members of the Board of Trustees to ensure adequate coverage of operating expenses.

These financial statements include the Village and its component units, entities for which the Village is considered to be financially accountable. At April 30, 2022, no entities were considered component units of the Village.

B. Description of Government-wide Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the primary government. All fiduciary activities are reported only in the fund financial statements. *Governmental activities*, which normally are supported by taxes, intergovernmental revenues, and other nonexchange transactions, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges to external customers for support.

C. Basis of Presentation - Government-wide Financial Statements

While separate government-wide and fund financial statements are presented, they are interrelated. The governmental activities incorporate data from the governmental funds, while business-type activities incorporate data from the Village's proprietary fund. Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements.

D. Basis of Presentation - Fund Financial Statements

The fund financial statements provide information about the Village's funds, including its fiduciary fund. Separate statements for each fund category - governmental, proprietary, and fiduciary - are presented. The emphasis of fund financial statements is on major governmental and enterprise funds, each displayed in a separate column. All remaining governmental and enterprise funds are aggregated and reported as nonmajor funds. The Village had no nonmajor funds at April 30, 2022.

**VILLAGE OF HOMER GLEN, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED APRIL 30, 2022**

The Village's governmental funds are comprised of the following:

The General Fund is the Village's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The Motor Fuel Tax Fund accumulates motor fuel tax allotments that are used for highways and streets throughout the Village.

The Park and Recreation Fund accumulates local fuel taxes and donations from developers to be used for parks throughout the Village.

The Home Rule Sales Tax Fund accumulates revenues from specific taxes or other earmarked sources to be used throughout the Village.

The Capital Projects Fund accounts for the acquisition or construction of major capital projects throughout the Village.

The Village reports the following major enterprise fund:

The Water Management Fund will be accounting for the provision of sewerage services to residents of the Village. All activities necessary to provide such service will be accounted for in this fund including, but not limited to, administration, operation, maintenance, and billing and collection.

Additionally, the Village reports the following fiduciary fund type:

The Village's custodial fund, the Revolving Escrow Fund, accounts for good faith deposits required for construction within the Village.

During the course of operations, the Village has activity between funds for various purposes. Any residual balances outstanding at year end are reported as due from/to other funds and advances to/from other funds. While these balances are reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Balances between the funds included in governmental activities are eliminated so that only the net amount is included as internal balances in the governmental activities column.

Further, certain activity occurs during the year involving transfers of resources between funds. In fund financial statements these amounts are reported at gross amounts as transfers in/out. While reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Transfers between the funds included in governmental activities are eliminated so that only the net amount is included as transfers in the governmental activities column.

**VILLAGE OF HOMER GLEN, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED APRIL 30, 2022**

E. Measurement Focus and Basis of Accounting

The accounting and financial reporting treatment is determined by the applicable measurement focus and basis of accounting. Measurement focus indicates the type of resources being measured such as *current financial resources* or *economic resources*. The basis of accounting indicates the timing of transactions or events for recognition in the financial statements.

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

The governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the Village considers revenues to be available if they are collected within 60 days of the end of the current fiscal period.

Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, pension benefits, and claims and judgments, are recorded only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Issuance of long-term debt and acquisitions under capital leases are reported as other financing sources.

Sales and other taxes, motor fuel tax allotments, charges for services, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Entitlements are recorded as revenues when all eligibility requirements are met, including any time requirements, and the amount is received during the period or within the availability period for this revenue source (within 60 days of year-end). Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other eligibility requirements have been met, and the amount is received during the period or within the availability period for this revenue source (within 60 days of year-end). All other revenue items are considered to be measurable and available only when cash is received by the Village.

The proprietary and fiduciary funds are reported using the *economic resources measurement focus* and the *accrual basis of accounting*.

F. Budgetary Information

The Village adopts its budgets on an annual basis. The Village has adopted the budgetary system for the current and future fiscal years. The Village follows these procedures in establishing the budgetary data:

**VILLAGE OF HOMER GLEN, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED APRIL 30, 2022**

1. All departments of the Village submit requests for appropriation to the Village Treasurer who prepares the budget for submission to the Village Manager. The budget is prepared by fund, function, and activity, and includes information on current year estimates and requested appropriations for the next fiscal year.
2. The proposed budget is presented to the governing body for review. The governing body holds public hearings and may add to, subtract from, or change appropriations, but may not change the form of the budget.
3. The budget is legally enacted through passage of an ordinance. The budget for the year ended April 30, 2022 was adopted through the passage of ordinance number 21-020 on April 28, 2021.
4. The Village Treasurer is authorized to transfer budgeted amounts within any fund; however, any revisions that alter the total expenditures of any fund must be approved by the governing body.
5. Budgets are adopted on the cash basis of accounting for all funds and include encumbrances. The level of control (level at which expenditures may not exceed budget/appropriations) is the fund. Appropriations lapse at the end of the fiscal year.

Encumbrance accounting, under which purchase orders, contracts and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation, is employed by the Village. Outstanding encumbrances at the end of the year are reported in fund balance as restricted, committed or assigned and do not constitute expenditures or liabilities because the commitments will be reappropriated and honored during the subsequent year. Encumbrances outstanding at April 30, 2022 totaled \$226,044.

G. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance

1. Cash and Cash Equivalents

For purposes of the statement of cash flows, the Village considers cash on hand, demand deposits, investments in The Illinois Funds and the Illinois Metropolitan Investment Fund, and negotiable certificates of deposit to be cash equivalents.

2. Investments

The Illinois Public Funds Investment Act permits the Village to make deposits/invest in commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. agencies, obligations of states and their political subdivisions, credit union shares, repurchase agreements, commercial paper rated within the three highest classifications by at least two standard rating services, The Illinois Funds, and the Illinois Metropolitan Investment Fund (IMET).

Investments with a maturity of less than one year when purchased, non-negotiable certificates of deposit and other nonparticipating investments are stated at cost or amortized cost. Investments with a maturity greater than one year when purchased are stated at fair value. Fair value is the price that would be received to sell an investment in an orderly transaction at year-end.

**VILLAGE OF HOMER GLEN, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED APRIL 30, 2022**

The Illinois Funds is an investment pool managed by the Illinois State Treasurer's Office, which allows governments within the state to pool their funds for investment purposes. The state of Illinois provides regulatory oversight of the Illinois Funds. The Illinois Funds is not registered with the Securities and Exchange Commission as an investment company. The Illinois Funds operates as a qualified external investment pool in accordance with the criteria established in GASB Statement No. 79, *Certain External Investment Pools and Pool Participants*, and thus, reports all investments at amortized cost rather than market value. The investment in The Illinois Funds by participants is also reported at amortized cost.

IMET is a not-for-profit investment trust formed pursuant to the Illinois Municipal Code and managed by a board of trustees elected from participating members. Investments in IMET are valued at IMET's share price, the price for which the investment could be sold.

Cash and investments of the Village are pooled into a common pooled account in order to maximize investment opportunities. Each fund whose monies are deposited into the pooled account has equity therein, and interest earned on the investment of these monies is allocated based upon relative equity at month-end. An individual fund's equity in the pooled account is available upon demand and is considered to be a cash equivalent when preparing these financial statements. Each fund's portion of the pool is displayed on its respective balance sheet as "equity in pooled cash and investments." In addition, non-pooled cash and cash equivalents that are separately held are reflected in the respective funds as "cash and cash equivalents."

3. Capital Assets

Capital assets (e.g., land, buildings, equipment), are reported in the government-wide financial statements. Capital assets are defined by the Village as assets with an initial, individual cost exceeding \$5,000 and an estimated useful life in excess of one year.

Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. The reported value excludes normal maintenance and repairs which are essentially amounts spent in relation to capital assets that do not increase the capacity or efficiency of the item or increase its estimated useful life. Donated capital assets are recorded at acquisition value. Acquisition value is the price that would be paid to acquire an asset with equivalent service potential on the date of the donation.

Land and construction in progress are not depreciated. The other capital assets are depreciated using the straight-line method over the following estimated useful lives:

Buildings	40 years
Equipment	7 years
Land improvements (including infrastructure)	20-50 years
Signage	7 years
Vehicles	5 years

In the fund financial statements, capital assets used in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund upon acquisition. Capital assets used in proprietary fund operations are accounted for the same way as in the government-wide financial statements.

VILLAGE OF HOMER GLEN, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED APRIL 30, 2022

4. Long-term Obligations

In the government-wide financial statements and proprietary fund type in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Bond premiums and discounts, as well as gains (losses) on refundings, are deferred and amortized over the life of the bonds. Bonds payable are reported net of the applicable bond premium or discount. Gains (losses) on refundings are reported as deferred inflows (outflows) of resources. Bond issuance costs, whether or not withheld from the actual debt proceeds received, are reported as expenses.

In the governmental fund financial statements, governmental funds recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

5. Deferred Outflows/Inflows of Resources

In addition to assets, the financial statements will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net assets that applies to future periods and so will not be recognized as an outflow of resources (expense/expenditure) until then. The Village has one item that qualifies for reporting in this category in the government-wide statement of net position. It is the *deferred outflows of resources related to pensions* (see Note II.H for further discussion of deferred outflows of resources related to pensions).

In addition to liabilities, the financial statements will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net assets that applies to future periods and so will not be recognized as an inflow of resources (revenue) until that time. The Village has two items that qualify for reporting in this category in the government-wide statement of net position - property taxes that are levied for a future period and deferred inflows of resources related to pensions (see Note II.H for further discussion of deferred inflows of resources related to pensions). In the governmental fund balance sheets, property taxes that are levied for a future period are reported as deferred inflows of resources.

6. Net Position Flow Assumption

Sometimes the Village will fund outlays for a particular purpose from both restricted (e.g., restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted net position and unrestricted net position in the government-wide financial statements and proprietary fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied.

It is the Village's policy to consider restricted net position to have been depleted before unrestricted net position is applied.

**VILLAGE OF HOMER GLEN, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED APRIL 30, 2022**

7. Fund Balance Flow Assumptions

Sometimes the Village will fund outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance). In order to calculate the amounts to report as restricted, committed, assigned, and unassigned fund balance in the governmental fund financial statements a flow assumption must be made about the order in which the resources are considered to be applied. It is the Village's policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last. Positive unassigned fund balance is only reported in the General Fund.

8. Fund Balance Policies

Fund balance of governmental funds is reported in various categories based on the nature of any limitations requiring the use of resources for specific purposes. The Village itself can establish limitations on the use of resources through either a commitment (committed fund balance) or an assignment (assigned fund balance).

The committed fund balance classification includes amounts that can be used only for the specific purposes determined by a formal action of the Village's highest level of decision-making authority. The Village Council is the highest level of decision-making authority for the Village that can, by adoption of a resolution prior to the end of the fiscal year, commit fund balance. Once adopted, the limitation imposed by the resolution remains in place until a similar action is taken (the adoption of another resolution) to remove or revise the limitation.

Amounts in the assigned fund balance classification are intended to be used by the Village for specific purposes but do not meet the criteria to be classified as committed. The Village Council has by resolution authorized the finance director to assign fund balance. The Village Council may also assign fund balance as it does when appropriating fund balance to cover a gap between estimated revenue and appropriations in the subsequent year's appropriated budget. Unlike commitments, assignments generally only exist temporarily. In other words, an additional action does not normally have to be taken for the removal of an assignment. Conversely, as discussed above, an additional action is essential to either remove or revise a commitment.

H. Revenues and Expenses/Expenditures

1. Program Revenues

Amounts reported as *program revenues* include 1) charges to individuals or entities that purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. All taxes, including those dedicated for specific purposes, and other internally dedicated resources are reported as general revenues rather than as program revenues.

**VILLAGE OF HOMER GLEN, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED APRIL 30, 2022**

2. Compensated Absences

It is the Village's policy to permit employees to accumulate earned but unused benefit days throughout the year based on their years of service. Benefit pay is accrued when incurred in the government-wide financial statements. A liability for benefit pay is reported in governmental funds only if it has matured, for example, as a result of employee resignations or retirements.

3. Proprietary Funds Operating and Nonoperating Revenues and Expenses

Proprietary funds distinguish *operating* revenues and expenses from *nonoperating* items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations.

The principal operating revenue of the Water Management Fund is charges to customers for impact fees. Operating expenses for the Water Management Fund include maintenance and administrative expenses. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

I. Comparative Data

Comparative data for the prior year have been presented in the financial statements in order to provide an understanding of the changes in the financial position and operations of the Village.

J. Estimates

Management uses estimates and assumptions in preparing financial statements. Those estimates and assumptions affect the reported amount of assets, liabilities, and deferred outflows/inflows of resources; the disclosure of contingent assets and liabilities; and the reported revenues and expenses/expenditures. Significant estimates used in preparing the government-wide financial statements include the assumptions used to determine the net pension liability and the deferred outflows/inflows of resources related to the net pension liability. Actual results could differ from those estimates.

K. Reclassifications

Certain amounts as previously reported for the year ended April 30, 2021 have been reclassified to conform to the April 30, 2022 presentation.

L. New Accounting Standard - Leases

In June 2017, the GASB issued Statement No. 87, *Leases*. The most significant change in the new leasing guidance is the requirement for a lessee to recognize a lease liability and an intangible right-to-use asset, and a lessor to recognize a lease receivable and a deferred inflow of resources. Statement No. 87 is effective for fiscal years beginning after June 15, 2021. The Village is currently evaluating the effect the adoption of Statement No. 87 is expected to have on its financial statements and related disclosures.

**VILLAGE OF HOMER GLEN, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED APRIL 30, 2022**

II. DETAILED NOTES ON ALL ACTIVITIES AND FUNDS

A. Deposits and Investments

The Village's deposits and investments as of April 30, 2022 are summarized as follows:

	<u>Government- wide</u>	<u>Fiduciary</u>	<u>Total</u>
Cash and cash equivalents	\$ 3,029,630	\$ -	\$ 3,029,630
Equity in pooled cash and investments	<u>27,620,095</u>	<u>153,347</u>	<u>27,773,442</u>
Total	<u>\$ 30,649,725</u>	<u>\$ 153,347</u>	<u>\$ 30,803,072</u>

The Village's deposits and investments as of April 30, 2022 are comprised of the following:

Cash on hand	\$ 350
Deposits with financial institutions	497,805
The Illinois Funds	20,853,870
IMET:	
Convenience account	8,950,121
Core account	582
Pooled investments	<u>500,344</u>
Total deposits and investments	<u>\$ 30,803,072</u>

Deposits

Custodial credit risk for deposits is the risk that, in the event of a bank failure, the Village's deposits might not be recovered. The Village does not have a deposit policy for custodial credit risk. As of April 30, 2022, \$444,031 of the Village's bank balances of \$695,031 was uninsured and collateralized with a letter of credit.

**VILLAGE OF HOMER GLEN, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED APRIL 30, 2022**

Investments

As of April 30, 2022, the Village had the following investments:

<u>Type of Investment</u>	<u>Fair Value</u>	<u>Average Credit Quality/ Ratings (1)</u>	<u>Weighted Average Years to Maturity (2)</u>
Pooled investments:			
Negotiable certificates of deposit	<u>\$ 500,344</u>	Not available	1.36

- (1) Ratings are provided where applicable to indicate associated *Credit Risk*.
(2) *Interest Rate Risk* is estimated using weighted average years to maturity.

Investment Policies

The Village's investments are subject to the following risks:

Concentration of credit risk is the risk of loss attributed to the magnitude of the Village's investment in a single issuer.

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations.

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment.

Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to a transaction, the Village will not be able to recover the value of investment or collateral securities that are in the possession of an outside party.

The Village does not have an investment policy for the above risks.

The Village's investments held in The Illinois Funds are rated AAAM by Standard & Poor's. The Village's investments held in IMET are unrated.

B. Fair Value Measurements

The Village categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

VILLAGE OF HOMER GLEN, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED APRIL 30, 2022

The Village had the following recurring fair value measurements as of April 30, 2022:

Negotiable certificates of deposit - Valued by a pricing service that uses pricing models that maximize the use of observable inputs for similar securities, including basing value on yield currently available on comparable securities of issuers with similar credit ratings.

There have been no changes in valuation techniques during the year ended April 30, 2022.

The following table summarizes the investments of the Village for which fair values are determined on a recurring basis as of April 30, 2022:

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Negotiable certificates of deposit	\$ -	\$ 500,344	\$ -	\$ 500,344

C. Receivables

Receivables at April 30, 2022 for intergovernmental and other revenues are deemed collectible in full.

D. Capital Assets

Capital asset activity for the year ended April 30, 2022 was as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions and Transfers</u>	<u>Ending Balance</u>
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 20,479,241	\$ -	\$ (199,245)	\$ 20,279,996
Construction in progress	506,854	1,196,556	(1,703,410)	-
Total	<u>20,986,095</u>	<u>1,196,556</u>	<u>(1,902,655)</u>	<u>20,279,996</u>
Capital assets being depreciated				
Building	1,989,497	-	-	1,989,497
Equipment	1,195,420	75,377	-	1,270,797
Infrastructure	40,219,687	-	1,703,410	41,923,097
Land improvements	8,162,097	26,359	(115,738)	8,072,718
Signage	47,919	46,967	-	94,886
Vehicles	2,168,091	12,028	-	2,180,119
Total	<u>53,782,711</u>	<u>160,731</u>	<u>1,587,672</u>	<u>55,531,114</u>

(continued)

**VILLAGE OF HOMER GLEN, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED APRIL 30, 2022**

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions and Transfers</u>	<u>Ending Balance</u>
Less accumulated depreciation for:				
Building	(222,313)	(49,737)	-	(272,050)
Equipment	(423,984)	(612,976)	-	(1,036,960)
Infrastructure	(19,756,241)	(1,363,164)	-	(21,119,405)
Land improvements	(1,903,461)	(385,969)	-	(2,289,430)
Signage	(18,460)	(8,447)	-	(26,907)
Vehicles	(409,519)	(54,007)	-	(463,526)
Total	<u>(22,733,978)</u>	<u>(2,474,300)</u>	<u>-</u>	<u>(25,208,278)</u>
Total capital assets being depreciated, net	<u>31,048,733</u>	<u>(2,313,569)</u>	<u>1,587,672</u>	<u>30,322,836</u>
Total capital assets	<u>\$ 52,034,828</u>	<u>\$ (1,117,013)</u>	<u>\$ (314,983)</u>	<u>\$ 50,602,832</u> (concluded)

For the year ended April 30, 2022, depreciation of \$530,714, \$1,883,336, and \$60,250 was charged to the general government, public works, and public safety functions, respectively.

E. Interfund Transfers

<u>Transfer from</u>	<u>Transfer to</u>	<u>Amount</u>
General Fund	Capital Projects Fund	\$ 3,000,000
Home Rules Sales Tax Fund	Capital Projects Fund	<u>1,000,000</u>
Total		<u>\$ 4,000,000</u>

Transfers are used to move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them. Transfers are also used to move unrestricted revenues collected in a fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

**VILLAGE OF HOMER GLEN, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED APRIL 30, 2022**

F. Long-Term Liabilities

Long-term liability activity for the year ended April 30, 2022 was as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Adjustments / Reductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Note payable	\$ 127,969	\$ -	\$ (127,969)	\$ -	\$ -
Net pension liability	401,952	165,562	(229,353)	338,161	-
Compensated absences payable	<u>133,335</u>	<u>220,590</u>	<u>(226,529)</u>	<u>127,396</u>	<u>85,335</u>
Total	<u>\$ 663,256</u>	<u>\$ 386,152</u>	<u>\$ (583,851)</u>	<u>\$ 465,557</u>	<u>\$ 85,335</u>

The net pension liability and compensated absences payable have typically been liquidated from the General Fund in prior years.

Legal Debt Margin

The Village's legal debt margin at April 30, 2022 is calculated as follows:

Equalized assessed valuation of taxable property (2021 levy - the most current information available)	\$ 1,065,850,126
Legal applicable rate	<u>8.625 %</u>
Legal debt margin	<u>\$ 91,929,573</u>

**VILLAGE OF HOMER GLEN, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED APRIL 30, 2022**

G. Fund Balances

As of April 30, 2022, fund balances were comprised of the following:

	General Fund	Motor Fuel Tax Fund	Park and Recreation Fund	Home Rule Sales Tax Fund	Capital Projects Fund	Total Governmental Funds
Restricted:						
Highway and street construction and maintenance	\$ -	\$ 2,848,110	\$ -	\$ -	\$ -	\$ 2,848,110
Capital projects	-	-	2,000,000	-	2,987,861	4,987,861
Total restricted	<u>-</u>	<u>2,848,110</u>	<u>2,000,000</u>	<u>-</u>	<u>2,987,861</u>	<u>7,835,971</u>
Committed:						
Special events	247,936	-	-	-	-	247,936
Small business loan program	150,000	-	-	-	-	150,000
Capital projects	-	-	-	-	183,827	183,827
Total committed	<u>397,936</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>183,827</u>	<u>581,763</u>
Assigned to:						
Subsequent fiscal year equipment purchase	226,044	-	-	-	-	226,044
Home rule sales tax purposes	-	-	-	3,446,312	-	3,446,312
Park development	-	-	3,164,497	-	-	3,164,497
Capital projects	-	-	-	-	8,872,102	8,872,102
Total assigned	<u>226,044</u>	<u>-</u>	<u>3,164,497</u>	<u>3,446,312</u>	<u>8,872,102</u>	<u>15,708,955</u>
Unassigned	<u>6,110,800</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>6,110,800</u>
Total fund balances	<u>\$ 6,734,780</u>	<u>\$ 2,848,110</u>	<u>\$ 5,164,497</u>	<u>\$ 3,446,312</u>	<u>\$ 12,043,790</u>	<u>\$ 30,237,489</u>

H. Defined Benefit Pension Plan

Plan description. The Village's (employer's) defined benefit pension plan for employees provides retirement and disability benefits, post-retirement increases, and death benefits to plan members and their beneficiaries. The employer's plan is managed by the Illinois Municipal Retirement Fund (IMRF), the administrator of an agent multiple employer public pension fund. A summary of IMRF's pension benefits is provided in the "Benefits Provided" section of this document. Details of all benefits are available from IMRF. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available Annual Comprehensive Financial Report that includes financial statements, detailed information about the pension plan's fiduciary net position, and required supplementary information. The report is available for download at www.imrf.org.

**VILLAGE OF HOMER GLEN, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED APRIL 30, 2022**

Benefits provided. IMRF has three benefit plans. The vast majority of IMRF members participate in the Regular Plan. The Sheriff’s Law Enforcement Personnel (SLEP) plan is for sheriffs, deputy sheriffs, and selected police chiefs. Counties could adopt the Elected County Official (ECO) plan for officials elected prior to August 8, 2011 (the ECO plan was closed to new participants after that date). Employees of the Village who are eligible to participate in the plan participate in the Regular Plan.

All three IMRF benefit plans have two tiers. Employees hired before January 1, 2011, are eligible for Tier 1 benefits. Tier 1 employees are vested for pension benefits when they have at least eight years of qualifying service credit. Tier 1 employees who retire at age 55 (at reduced benefits) or after age 60 (at full benefits) with eight years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3% of the final rate of earnings for the first 15 years of service credit, plus 2% for each year of service credit after 15 years to a maximum of 75% of their final rate of earnings. Final rate of earnings is the highest total earnings during any consecutive 48 months within the last 10 years of service, divided by 48. Under Tier 1, the pension is increased by 3% of the original amount on January 1 every year after retirement.

Employees hired on or after January 1, 2011, are eligible for Tier 2 benefits. For Tier 2 employees, pension benefits vest after 10 years of service. Participating employees who retire at age 62 (at reduced benefits) or after age 67 (at full benefits) with 10 years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3% of the final rate of earnings for the first 15 years of service credit, plus 2% for each year of service credit after 15 years to a maximum of 75% of their final rate of earnings. Final rate of earnings is the highest total earnings during any 96 consecutive months within the last 10 years of service, divided by 96. Under Tier 2, the pension is increased on January 1 every year after retirement, upon reaching age 67, by the lesser of:

- 3% of the original pension amount, or
- One-half of the increase in the Consumer Price Index of the original pension amount.

Employees covered by benefit terms. As of December 31, 2021, the following employees were covered by the benefit terms:

Retirees and beneficiaries currently receiving benefits	8
Inactive plan members entitled to but not yet receiving benefits	15
Active plan members	40
Total	63

Contributions. As set by statute, the employer’s plan members are required to contribute 4.5% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The employer's annual contribution rates for calendar years 2021 and 2022 were 9.38% and 8.48%, respectively. For the fiscal year ended April 30, 2022, the employer contributed \$251,526 to the plan. The employer also contributes for disability benefits, death benefits, and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by IMRF’s Board of Trustees, while the supplemental retirement benefits rate is set by statute.

VILLAGE OF HOMER GLEN, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED APRIL 30, 2022

Net pension liability. The employer's net pension liability was measured as of December 31, 2021. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

Actuarial assumptions. The following are the methods and assumptions used to determine the total pension liability at December 31, 2021:

- The Actuarial Cost Method used was Entry-Age Normal.
- The Asset Valuation Method used was Fair Value of Assets.
- The Inflation Rate was assumed to be 2.25%.
- Salary Increases were expected to be 2.85% to 13.75%, including inflation.
- The Investment Rate of Return was assumed to be 7.25%.
- Projected Retirement Age was from the Experience-based Table of Rates, specific to the type of eligibility condition, last updated for the 2020 valuation, pursuant to an experience study from years 2017 to 2019.
- Mortality - Nondisabled Retirees: the Pub-2010, Amount-Weighted, below-median income, General, Retiree, Male (adjusted 106%) and Female (adjusted 105%) tables, and future mortality improvements projected using scale MP-2020 were used.
- Mortality - Disabled Retirees: the Pub-2010, Amount-Weighted, below-median income, General, Disabled Retiree, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020 were used.
- Mortality - Active Members: the Pub-2010, Amount-Weighted, below-median income, General, Employee, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020 were used.
- The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense, and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return to the target asset allocation percentage and adding expected inflation. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table as of December 31, 2021:

VILLAGE OF HOMER GLEN, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED APRIL 30, 2022

Asset Class	Portfolio Target Percentage	Long-Term Expected Real Rate of Return
Domestic equity	39 %	1.90 %
International equity	15	3.15
Fixed income	25	(0.60)
Real estate	10	3.30
Alternative investments	10	1.70-5.50
Cash equivalents	1	(0.90)
Total	<u>100 %</u>	

Single Discount Rate. A Single Discount Rate of 7.25% was used to measure the total pension liability as of December 31, 2021. The projection of cash flow used to determine this Single Discount Rate assumed that the plan members' contributions will be made at the current contribution rate, and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on these assumptions, the plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Changes in the net pension liability. Changes in the net pension liability for the year ended December 31, 2021 were as follows:

	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability
Balances at December 31, 2020	\$ 3,381,508	\$ 2,979,556	\$ 401,952
Changes for the year:			
Service cost	174,226	-	174,226
Interest on the total pension liability	249,245	-	249,245
Differences between expected and actual experience of the total pension liability	227,834	-	227,834
Contributions - employer	-	224,941	(224,941)
Contributions - employees	-	107,915	(107,915)
Net investment income	-	475,400	(475,400)
Benefit payments, including refunds of employee contributions	(61,524)	(61,524)	-
Other changes	-	(93,160)	93,160
Net changes	589,781	653,572	(63,791)
Balances at December 31, 2021	\$ 3,971,289	\$ 3,633,128	\$ 338,161

VILLAGE OF HOMER GLEN, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED APRIL 30, 2022

Sensitivity of the net pension liability to changes in the discount rate. The following presents the plan's net pension liability, calculated using a Single Discount Rate of 7.25%, as well as what the plan's net pension liability would be if it were calculated using a Single Discount Rate that is 1% lower or 1% higher:

	<u>1% Lower (6.25%)</u>	<u>Current Discount Rate (7.25%)</u>	<u>1% Higher (8.25%)</u>
Net pension liability (asset)	\$ <u>906,697</u>	\$ <u>338,161</u>	\$ <u>(110,345)</u>

Pension expense, deferred outflows of resources, and deferred inflows of resources related to pensions. For the year ended April 30, 2022, the employer recognized pension expense of \$165,562. At April 30, 2022, the employer reported deferred outflows or resources and deferred inflows of resources related to pensions from the following sources:

<u>Deferred Amounts Related to Pensions</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Deferred amounts to be recognized in pension expense in future periods:		
Differences between expected and actual experience	\$ 261,001	\$ 13,560
Changes of assumptions	27,679	30,717
Net difference between projected and actual earnings on pension plan investments	<u>-</u>	<u>328,740</u>
Total deferred amounts to be recognized in pension expense in future periods	288,680	373,017
Pension contributions made subsequent to the measurement date	<u>79,903</u>	<u>-</u>
Total deferred amounts related to pensions	<u>\$ 368,583</u>	<u>\$ 373,017</u>

Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense in years ending April 30 as follows:

2023	\$ 65,573
2024	(45,903)
2025	(34,145)
2026	(9,853)
2027	<u>19,894</u>
Total	<u>\$ (4,434)</u>

**VILLAGE OF HOMER GLEN, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED APRIL 30, 2022**

I. Operating Leases

The Village leases garage space under an operating lease agreement that expires in May 2023. The lease agreement requires the Village to make minimum monthly rental payments. Rent expense for the year ended April 30, 2022 was \$66,120.

Future minimum lease payments required in years ending April 30 are as follows:

2023	\$ 65,420
2024	<u>5,240</u>
 Total	 <u><u>\$ 70,660</u></u>

J. Litigation

The Village is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, in the opinion of the Village's management, the resolution of these matters will not have a material adverse effect on the financial condition of the Village.

K. Risk Management

The Village is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injury to employees; employee medical coverage; and natural disasters. In order to protect against such losses, the Village has purchased insurance from private insurance companies, and has joined an insurance cooperative, as discussed below. The amount of coverage has not decreased nor have the amount of settlements exceeded coverage in any of the past three fiscal years.

Southwest Agency for Health Management - The Village is a participant in the Southwest Agency for Health Management (SWAHM), which provides medical, dental, and life insurance benefits to Village employees. SWAHM is a sub-pool of the Intergovernmental Personnel Benefit Cooperative (IPBC). The member agreement provides that SWAHM will be self-sustaining through member premiums and will reinsure through commercial companies for claims in excess of \$75,000 per occurrence. The Village contributes on a monthly basis to meet its obligations to SWAHM and IPBC. The members have a contractual obligation to fund any deficits. One representative from each member serves on the Board of IPBC. The president of SWAHM serves as the representative to IPBC. Each member has one vote on the Board. None of the members of SWAHM or IPBC have any direct equity interest in the agencies.

**VILLAGE OF HOMER GLEN, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED APRIL 30, 2022**

L. Encumbrances

Encumbrance accounting is employed as an extension of formal budgetary integration for the General Fund. At April 30, 2022, \$226,044, which was previously assigned for specific purposes, has been encumbered in the General Fund.

M. Restatement

The comparative totals for the year ended April 30, 2021, as summarized below, were restated to correct the reporting of property taxes receivable and the related deferred inflow of resources. The restatement had no effect on the change in net position/fund balance for the year ended April 30, 2021.

	<u>As Previously Reported</u>	<u>Restatement</u>	<u>As Restated</u>
Government-wide financial statements:			
Statement of net position:			
Property taxes receivable	\$ -	\$ 1,500,467	\$ 1,500,467
Property taxes levied for future period	<u>-</u>	<u>(1,500,467)</u>	<u>(1,500,467)</u>
Total	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Fund financial statements:			
Balance sheet - governmental funds:			
Property taxes receivable	\$ -	\$ 1,500,467	\$ 1,500,467
Property taxes levied for future period	<u>-</u>	<u>(1,500,467)</u>	<u>(1,500,467)</u>
Total	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

N. Subsequent Events

Management has evaluated subsequent events through November 21, 2022, which is the date the financial statements were available to be issued.

REQUIRED SUPPLEMENTARY INFORMATION

**VILLAGE OF HOMER GLEN, ILLINOIS
REQUIRED SUPPLEMENTARY INFORMATION -
ILLINOIS MUNICIPAL RETIREMENT FUND**

**SCHEDULE OF CHANGES IN THE NET PENSION LIABILITY AND RELATED RATIOS
LAST EIGHT CALENDAR YEARS**

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Total pension liability:								
Service cost	\$ 174,226	\$ 172,748	\$ 136,833	\$ 134,648	\$ 129,465	\$ 100,152	\$ 106,568	\$ 104,766
Interest on the total pension liability	249,245	225,903	194,151	176,856	167,930	137,804	123,428	100,899
Differences between expected and actual experience of the total pension liability	227,834	13,707	153,514	(19,224)	(43,323)	210,156	20,621	63,250
Changes of assumptions	-	(27,730)	-	89,407	(76,301)	(9,599)	2,644	73,983
Benefit payments, including refunds of employee contributions	<u>(61,524)</u>	<u>(65,287)</u>	<u>(63,712)</u>	<u>(62,129)</u>	<u>(60,563)</u>	<u>(57,163)</u>	<u>(53,648)</u>	<u>(27,945)</u>
Net change in total pension liability	589,781	319,341	420,786	319,558	117,208	381,350	199,613	314,953
Total pension liability at beginning of year	<u>3,381,508</u>	<u>3,062,167</u>	<u>2,641,381</u>	<u>2,321,823</u>	<u>2,204,615</u>	<u>1,823,265</u>	<u>1,623,652</u>	<u>1,308,699</u>
Total pension liability at end of year	<u>\$ 3,971,289</u>	<u>\$ 3,381,508</u>	<u>\$ 3,062,167</u>	<u>\$ 2,641,381</u>	<u>\$ 2,321,823</u>	<u>\$ 2,204,615</u>	<u>\$ 1,823,265</u>	<u>\$ 1,623,652</u>
Plan fiduciary net position:								
Contributions - employer	\$ 224,941	\$ 169,301	\$ 140,087	\$ 140,737	\$ 135,534	\$ 115,311	\$ 94,859	\$ 86,169
Contributions - employees	107,915	77,979	69,503	59,803	56,947	49,045	41,243	39,976
Net investment income (loss)	475,400	337,389	353,677	(89,158)	267,014	92,587	6,480	69,267
Benefit payments, including refunds of employee contributions	(61,524)	(65,287)	(63,712)	(62,129)	(60,563)	(57,163)	(53,648)	(27,945)
Other	<u>(93,160)</u>	<u>1,711</u>	<u>(8,832)</u>	<u>18,119</u>	<u>(31,405)</u>	<u>332</u>	<u>(10,981)</u>	<u>891</u>
Net change in plan fiduciary net position	653,572	521,093	490,723	67,372	367,527	200,112	77,953	168,358
Plan fiduciary net position at beginning of year	<u>2,979,556</u>	<u>2,458,463</u>	<u>1,967,740</u>	<u>1,900,368</u>	<u>1,532,841</u>	<u>1,332,729</u>	<u>1,254,776</u>	<u>1,086,418</u>
Plan fiduciary net position at end of year	<u>\$ 3,633,128</u>	<u>\$ 2,979,556</u>	<u>\$ 2,458,463</u>	<u>\$ 1,967,740</u>	<u>\$ 1,900,368</u>	<u>\$ 1,532,841</u>	<u>\$ 1,332,729</u>	<u>\$ 1,254,776</u>
Net pension liability at end of year	<u>\$ 338,161</u>	<u>\$ 401,952</u>	<u>\$ 603,704</u>	<u>\$ 673,641</u>	<u>\$ 421,455</u>	<u>\$ 671,774</u>	<u>\$ 490,536</u>	<u>\$ 368,876</u>
Plan fiduciary net position as a percentage of the total pension liability	91.48 %	88.11 %	80.29 %	74.50 %	81.85 %	69.53 %	73.10 %	77.28 %
Covered payroll	\$ 2,398,103	\$ 1,732,864	\$ 1,544,500	\$ 1,328,962	\$ 1,265,495	\$ 1,089,899	\$ 916,521	\$ 904,585
Net pension liability as a percentage of covered payroll	14.10 %	23.20 %	39.09 %	50.69 %	33.30 %	61.64 %	53.52 %	40.78 %

Note to schedule:

The information in the schedule will accumulate until a full 10-year trend is presented as required by GASB Statement No. 68.

See independent auditor's report.

**VILLAGE OF HOMER GLEN, ILLINOIS
REQUIRED SUPPLEMENTARY INFORMATION -
ILLINOIS MUNICIPAL RETIREMENT FUND**

**SCHEDULE OF EMPLOYER CONTRIBUTIONS
LAST EIGHT FISCAL YEARS**

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Actuarially determined contribution	\$ 251,526	\$ 180,576	\$ 150,450	\$ 131,984	\$ 138,128	\$ 124,230	\$ 99,469	\$ 92,942
Actual contribution	<u>251,526</u>	<u>180,576</u>	<u>150,450</u>	<u>131,984</u>	<u>138,128</u>	<u>124,230</u>	<u>99,469</u>	<u>92,942</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>					
Covered payroll	\$ 2,703,516	\$ 1,841,073	\$ 1,650,923	\$ 1,305,860	\$ 1,294,627	\$ 1,169,172	\$ 953,724	\$ 897,990
Actual contribution as a percentage of covered payroll	9.30 %	9.81 %	9.11 %	10.11 %	10.67 %	10.63 %	10.43 %	10.35 %

Note to schedule:

The information in the schedule will accumulate until a full 10-year trend is presented as required by GASB Statement No. 68.

**SUMMARY OF ACTUARIAL METHODS AND ASSUMPTIONS USED
IN THE CALCULATION OF THE 2021 CONTRIBUTION RATE ***

Valuation Date: Actuarially determined contribution rates are calculated as of December 31 each year, which is four months prior to the beginning of the fiscal year in which contributions are reported.

Methods and Assumptions Used to Determine 2021 Contribution Rates.

Actuarial cost method	Aggregate entry age normal
Amortization method	Level percentage of payroll, closed
Remaining amortization period	22-year closed period
Asset valuation method	5-year smoothed-market; 20% corridor
Wage growth	3.25%
Price inflation	2.50%
Salary increases	3.35% to 14.25%, including inflation
Investment rate of return	7.25%

See independent auditor's report.

**VILLAGE OF HOMER GLEN, ILLINOIS
REQUIRED SUPPLEMENTARY INFORMATION -
ILLINOIS MUNICIPAL RETIREMENT FUND**

Retirement age Experience-based table of rates that are specific to the type of eligibility condition; last updated for the 2017 valuation pursuant to an experience study of the period 2014 to 2016.

Mortality For non-disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Blue Collar Healthy Annuitant Mortality Table with adjustments to match current IMRF experience. For disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Disabled Retirees Mortality Table, applying the same adjustments that were applied for non-disabled lives. For active members, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.

Other information:

Notes There were no benefit changes during the year.

* Based on Valuation Assumptions used in the December 31, 2019 actuarial valuation; note two year time lag between valuation and rate setting.

See independent auditor's report.

INDIVIDUAL FUND SCHEDULES

CAPITAL PROJECTS FUND

VILLAGE OF HOMER GLEN, ILLINOIS
CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND
BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
YEAR ENDED APRIL 30, 2022
WITH COMPARATIVE ACTUAL (NON-GAAP BUDGETARY BASIS)
AMOUNTS FOR THE YEAR ENDED APRIL 30, 2021

	<u>2022</u>			<u>2021</u>
	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>	<u>Actual</u>
Revenues:				
Intergovernmental	\$ 3,971,000	\$ 1,665,132	\$ (2,305,868)	\$ -
Licenses, fees and permits	712,000	-	(712,000)	103,777
Investment income (loss)	61,000	(9,881)	(70,881)	4,001
Total revenues	<u>4,744,000</u>	<u>1,655,251</u>	<u>(3,088,749)</u>	<u>107,778</u>
Expenditures:				
Current:				
General government:				
Contractual services	144,000	31,936	112,064	92,468
Other	15,000	30,869	(15,869)	-
Capital outlay	9,801,720	1,023,491	8,778,229	1,108,303
Total expenditures	<u>9,960,720</u>	<u>1,086,296</u>	<u>8,874,424</u>	<u>1,200,771</u>
Excess (deficiency) of revenues over expenditures	<u>(5,216,720)</u>	<u>568,955</u>	<u>5,785,675</u>	<u>(1,092,993)</u>
Other financing sources (uses):				
Transfers in	1,000,000	4,000,000	3,000,000	3,811,701
Transfers out	-	-	-	(2,750,000)
Total other financing sources (uses)	<u>1,000,000</u>	<u>4,000,000</u>	<u>3,000,000</u>	<u>1,061,701</u>
Net change in fund balances	(4,216,720)	4,568,955	8,785,675	(31,292)
Fund balances at beginning of year (non-GAAP budgetary basis)	<u>9,148,473</u>	<u>9,148,473</u>	<u>-</u>	<u>9,179,765</u>
Fund balances at end of year (non-GAAP budgetary basis)	<u>\$ 4,931,753</u>	<u>\$ 13,717,428</u>	<u>\$ 8,785,675</u>	<u>\$ 9,148,473</u>

(continued)

See independent auditor's report.

**VILLAGE OF HOMER GLEN, ILLINOIS
CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND
BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
YEAR ENDED APRIL 30, 2022
WITH COMPARATIVE ACTUAL (NON-GAAP BUDGETARY BASIS)
AMOUNTS FOR THE YEAR ENDED APRIL 30, 2021**

Explanation of differences between budgetary inflows and outflows and GAAP revenues and expenditures:

Sources / inflows of resources:

Actual amount (budgetary basis) "available for appropriation" from the budgetary comparison schedule	\$ 1,655,251
Difference - budget to GAAP: Unearned revenue	<u>(1,665,132)</u>
Total revenues as reported on the statement of revenues, expenditures and changes in fund balances - governmental funds	<u>\$ (9,881)</u>

Uses / outflows of resources:

Actual amount (budgetary basis) "total charges to appropriations" from the budgetary comparison schedule	\$ 1,086,296
Difference - budget to GAAP: Accounts payable	<u>(520,423)</u>
Total expenditures as reported on the statement of revenues, expenditures and change in fund balances - governmental funds	<u>\$ 565,873</u> (concluded)

See independent auditor's report.

WATER MANAGEMENT FUND

VILLAGE OF HOMER GLEN, ILLINOIS
WATER MANAGEMENT FUND
SCHEDULE OF REVENUES, EXPENSES AND CHANGE IN NET
POSITION - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
YEAR ENDED APRIL 30, 2022
WITH COMPARATIVE ACTUAL (NON-GAAP BUDGETARY BASIS)
AMOUNTS FOR THE YEAR ENDED APRIL 30, 2021

	<u>2022</u>			<u>2021</u>
	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>	<u>Actual</u>
Operating revenues:				
Licenses, fees and permits:				
Impact fees	\$ 50,000	\$ 26,494	\$ (23,506)	\$ 275,328
Operating expenses:				
Maintenance	25,000	-	25,000	-
Contractual services	<u>5,000</u>	<u>43,080</u>	<u>(38,080)</u>	<u>4,475</u>
Total operating expenses	<u>30,000</u>	<u>43,080</u>	<u>(13,080)</u>	<u>4,475</u>
Operating income (loss)	20,000	(16,586)	(36,586)	270,853
Net position at beginning of year (non-GAAP budgetary basis)	<u>270,853</u>	<u>270,853</u>	<u>-</u>	<u>-</u>
Net position at end of year (non-GAAP budgetary basis)	<u>\$ 290,853</u>	<u>\$ 254,267</u>	<u>\$ (36,586)</u>	<u>\$ 270,853</u>

Explanation of differences between budgetary outflows and GAAP expenses:

Uses / outflows of resources:

Actual amounts (budgetary basis) "total charges to appropriations" from the budgetary comparison schedule	\$ 43,080
Differences - budget to GAAP:	
Accounts payable	<u>(11,997)</u>
Total expenses as reported on the statement of revenues, expenses and change in net position - proprietary fund	<u>\$ 31,083</u>

See independent auditor's report.

**ILLINOIS GRANT ACCOUNTABILITY AND TRANSPARENCY ACT
CONSOLIDATED YEAR-END FINANCIAL REPORT**

**VILLAGE OF HOMER GLEN, ILLINOIS
ILLINOIS GRANT ACCOUNTABILITY AND TRANSPARENCY ACT
CONSOLIDATED YEAR-END FINANCIAL REPORT
YEAR ENDED APRIL 30, 2022**

CSFA #	Program Name	\$ State	\$ Federal	\$ Other	\$ Total
494-00-0967	High-Growth Cities Program	43,327			43,327
494-00-1488	Motor Fuel Tax Program	150,694			150,694
494-00-2356	Local REBUILD ILLINOIS Bond Program	830,173			830,173
	Other grant programs and activities		1,050		1,050
	All other costs not allocated			11,512,007	11,512,007
Totals:		1,024,194	1,050	11,512,007	12,537,251

See independent auditor's report.

STATISTICAL SECTION

VILLAGE OF HOMER GLEN, ILLINOIS
STATISTICAL SECTION
YEAR ENDED APRIL 30, 2022

This part of the annual comprehensive financial report of the Village of Homer Glen, Illinois presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the government's overall financial health. The section is divided into five sections as follows:

Financial Trends - These schedules contain trend information to help the reader understand how the government's financial performance and well-being have changed over time.

	<u>Page</u>
Net Position by Component	54
Changes in Net Position	55 - 56
Fund Balances of Governmental Funds	57
Changes in Fund Balances of Governmental Funds	58

Revenue Capacity - These schedules contain information to help the reader assess the government's most significant local revenue sources.

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Debt Capacity - These schedules present information to help the reader assess the affordability of the government's current levels of outstanding debt and the government's ability to issue additional debt in the future.

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Demographic and Economic Information - These schedules contain demographic and economic indicators to help the reader understand the environment within which the government's financial activities take place.

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Operating Information - These schedules contain service and infrastructure data to help the reader understand how the information in the government's financial report relates to the services the government provides and the activities it performs.

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VILLAGE OF HOMER GLEN, ILLINOIS

NET POSITION BY COMPONENT

Last Ten Fiscal Years

	Fiscal Year									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Governmental Activities										
Invested in Capital Assets	\$ 24,965,065	\$ 28,032,216	\$ 28,841,759	\$ 34,316,694	\$ 35,738,821	\$ 38,867,697	\$ 46,541,622	\$ 47,003,246	\$ 51,375,203	\$ 50,594,198
Restricted for:										
Public works	1,530,629	1,972,025	2,072,559	3,185,769	3,642,074	1,790,105	492,930	892,178	2,311,357	2,848,110
Home rule sales tax	1,374,304	1,862,896	2,300,662	2,883,132	3,499,582	4,182,116	4,938,396	-	-	-
Parks	149,895	-	-	-	-	-	-	-	-	-
Capital projects	455,678	95,250	1,198,874	1,758,993	3,262,259	4,022,129	761,544	6,798,819	5,275,315	4,987,861
Unrestricted	12,054,783	10,642,352	10,118,330	9,545,840	8,403,152	9,165,487	8,784,626	9,405,545	14,507,864	21,940,161
Total Governmental Activities	\$ 40,530,354	\$ 42,604,739	\$ 44,532,184	\$ 51,690,428	\$ 54,545,888	\$ 58,027,534	\$ 61,519,118	\$ 64,099,788	\$ 73,469,739	\$ 80,370,330

Business-type Activities

Unrestricted	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 257,372	\$ 252,783
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Primary Government

Invested in Capital Assets	\$ 24,965,065	\$ 28,032,216	\$ 28,841,759	\$ 34,316,694	\$ 35,738,821	\$ 38,867,697	\$ 46,541,622	\$ 47,003,246	\$ 51,375,203	\$ 50,594,198
Restricted for:										
Public works	1,530,629	1,972,025	2,072,559	3,185,769	3,642,074	1,790,105	492,930	892,178	2,311,357	2,848,110
Home rule sales tax	1,374,304	1,862,896	2,300,662	2,883,132	3,499,582	4,182,116	4,938,396	-	-	-
Parks	149,895	-	-	-	-	-	-	-	-	-
Capital projects	455,678	95,250	1,198,874	1,758,993	3,262,259	4,022,129	761,544	6,798,819	5,275,315	4,987,861
Unrestricted	12,054,783	10,642,352	10,118,330	9,545,840	8,403,152	9,165,487	8,784,626	9,405,545	14,765,236	22,192,944
Total Primary Government	\$ 40,530,354	\$ 42,604,739	\$ 44,532,184	\$ 51,690,428	\$ 54,545,888	\$ 58,027,534	\$ 61,519,118	\$ 64,099,788	\$ 73,727,111	\$ 80,623,113

Audited Financial Statements

Note: Accounting standards require that net position be reported in three components in the financial statements: invested in capital assets, net of related debt; restricted; and unrestricted. Net position is considered restricted when (1) an external party, such as the state or federal government, places a restriction on how the resources may be used, or (2) enabling legislation is enacted by the Village.

Note: Amounts reported for 2013 - 2014 have not been restated for the adoption of GASB 68.

See independent auditor's report.

VILLAGE OF HOMER GLEN, ILLINOIS

CHANGES IN NET POSITION

Last Ten Fiscal Years

	Fiscal Year									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Expenses										
Governmental Activities										
General government	\$ 2,307,758	\$ 2,097,100	\$ 1,825,247	\$ 1,711,327	\$ 1,951,948	\$ 1,832,358	\$ 2,035,989	\$ 2,591,055	\$ 2,736,983	\$ 2,493,408
Public safety	3,802,083	3,898,108	3,993,883	4,406,522	4,248,752	4,100,993	4,139,964	3,989,092	4,351,066	4,696,045
Building	365,585	397,648	380,089	453,510	407,404	439,061	471,136	480,990	496,593	480,322
Public works	1,964,174	2,108,873	2,828,902	2,524,366	2,342,408	2,552,230	2,898,514	3,157,517	3,200,125	4,921,507
Economic development	52,507	112,459	487,409	648,322	681,288	732,519	619,095	619,533	269,777	159,771
Culture and recreation	82,000	478,005	131,478	289,177	452,786	481,534	489,237	672,938	540,832	770,849
Planning and zoning	-	-	-	-	-	205,407	176,614	227,049	262,421	197,941
Interest and costs	489,468	333,011	307,284	290,598	270,018	240,213	204,173	113,545	-	-
Total Governmental Activities Expenses	9,063,575	9,425,204	9,954,292	10,323,822	10,354,604	10,584,315	11,034,722	11,851,719	11,857,797	13,719,843
Business-type Activities										
Sewerage	-	-	-	-	-	-	-	-	17,956	31,083
Total Primary Government Expenses	\$ 9,063,575	\$ 9,425,204	\$ 9,954,292	\$ 10,323,822	\$ 10,354,604	\$ 10,584,315	\$ 11,034,722	\$ 11,851,719	\$ 11,875,753	\$ 13,750,926
Program Revenues										
Governmental Activities										
Charges for Services										
General government	\$ 987,661	\$ 1,000,035	\$ 1,032,549	\$ 1,052,261	\$ 1,253,335	\$ 1,348,827	\$ 1,133,259	\$ 1,115,542	\$ 1,221,444	\$ 1,383,906
Public works	1,262,797	1,258,648	1,474,824	2,224,569	1,318,270	1,380,040	1,374,211	1,348,860	103,777	18,751
Culture and recreation	-	99,124	126,249	111,877	172,855	182,461	138,807	164,284	15,688	270,511
Operating Grants and Contributions										
General government	198,858	133,458	241,237	-	-	-	-	-	32,957	-
Public safety	-	-	-	-	-	-	-	-	1,045,655	1,050
Culture and recreation	11,656	31,179	-	-	-	-	-	-	-	-
Capital Grants and Contributions										
General government	-	19,750	-	-	-	-	-	-	-	-
Public works	573,405	55,650	175,000	4,260,586	-	263,900	522,204	100,000	798,097	532,064
Culture and recreation	18,160	110,900	122,719	156,232	116,012	140,322	36,194	89,218	55,520	119,981
Roads	-	-	-	-	-	-	-	-	3,958,406	-
Total Governmental Activities Revenues	3,052,537	2,708,744	3,172,578	7,805,525	2,860,472	3,315,550	3,204,675	2,817,904	7,231,544	2,326,263
Business-type Activities										
Charges for Services										
Sewerage	-	-	-	-	-	-	-	-	275,328	26,494
Total Primary Government Activities Program Revenues	\$ 3,052,537	\$ 2,708,744	\$ 3,172,578	\$ 7,805,525	\$ 2,860,472	\$ 3,315,550	\$ 3,204,675	\$ 2,817,904	\$ 7,506,872	\$ 2,352,757
Net (Expense) Revenue										
Governmental Activities	\$ (6,011,038)	\$ (6,716,460)	\$ (6,781,714)	\$ (2,518,297)	\$ (7,494,132)	\$ (7,268,765)	\$ (7,830,047)	\$ (9,033,815)	\$ (4,626,253)	\$ (11,393,580)
Business-type Activities	-	-	-	-	-	-	-	-	257,372	(4,589)
Total Primary Government Net (Expense) Revenue	\$ (6,011,038)	\$ (6,716,460)	\$ (6,781,714)	\$ (2,518,297)	\$ (7,494,132)	\$ (7,268,765)	\$ (7,830,047)	\$ (9,033,815)	\$ (4,368,881)	\$ (11,398,169)

VILLAGE OF HOMER GLEN, ILLINOIS

CHANGES IN NET POSITION

Last Ten Fiscal Years

	Fiscal Year									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
General Revenues and Other Changes in Net Position										
Governmental Activities										
Intergovernmental - unrestricted	\$ 6,472,332	\$ 6,237,392	\$ 6,765,946	\$ 7,078,271	\$ 7,541,041	\$ 7,651,371	\$ 8,069,119	\$ 8,277,310	\$ 10,864,222	\$ 12,908,664
Property taxes	-	-	-	-	-	-	-	-	-	1,497,415
Home rule sales tax	2,719,132	2,386,491	2,425,633	2,566,128	2,594,087	2,653,000	2,728,663	2,717,050	3,026,792	3,752,208
Investment income (loss)	73,767	96,535	(280,135)	18,257	189,272	441,012	509,718	391,269	46,033	(2,730)
Gain on extinguishment of debt	-	-	-	-	-	-	-	217,707	-	-
Gain on sale of capital assets	-	-	-	-	-	-	2,500	-	4,550	-
Other income	131,915	70,427	19,996	13,885	25,192	5,028	11,631	11,149	54,607	138,614
Total Governmental Activities	9,397,146	8,790,845	8,931,440	9,676,541	10,349,592	10,750,411	11,321,631	11,614,485	13,996,204	18,294,171
Total Business-type Activities	-	-	-	-	-	-	-	-	-	-
Total Primary Government Activities	\$ 9,397,146	\$ 8,790,845	\$ 8,931,440	\$ 9,676,541	\$ 10,349,592	\$ 10,750,411	\$ 11,321,631	\$ 11,614,485	\$ 13,996,204	\$ 18,294,171
Changes in Net Position										
Governmental Activities	\$ 3,386,108	\$ 2,074,385	\$ 2,149,726	\$ 7,158,244	\$ 2,855,460	\$ 3,481,646	\$ 3,491,584	\$ 2,580,670	\$ 9,369,951	\$ 6,900,591
Business-type Activities	-	-	-	-	-	-	-	-	257,372	(4,589)
Total Primary Government	\$ 3,386,108	\$ 2,074,385	\$ 2,149,726	\$ 7,158,244	\$ 2,855,460	\$ 3,481,646	\$ 3,491,584	\$ 2,580,670	\$ 9,627,323	\$ 6,896,002

Data Source

Audited Financial Statements

Note: Net (expense)/revenue is the difference between the expenses and program revenues of a function or program. It indicates the degree to which a function or program is supported with its own fees and program-specific grants versus its reliance upon funding from taxes and other general revenues. Numbers in parentheses indicate that expenses were greater than program revenues and therefore general revenues were needed to finance that function or program. Numbers without parentheses mean that program revenues were more than sufficient to cover expenses.

Note: Amounts reported for 2013 - 2014 have not been restated for the adoption of GASB 68.

See independent auditor's report.

VILLAGE OF HOMER GLEN, ILLINOIS

FUND BALANCES OF GOVERNMENTAL FUNDS

Last Ten Fiscal Years

	Fiscal Year									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
General Fund										
Nonspendable	\$ -	\$ -	\$ 425,747	\$ 356,966	\$ 359,478	\$ 361,814	\$ 353,440	\$ 19,800	\$ 30,687	\$ -
Restricted for debt service	1,702,446	1,702,446	1,702,446	1,702,446	1,702,446	1,702,446	1,702,446	-	-	-
Committed for:										
Special events	20,885	79,001	89,871	119,162	140,232	127,539	131,658	85,312	112,331	247,936
Small business loan program	-	-	-	-	-	-	-	150,000	150,000	150,000
Assigned for subsequent year equipment purchase	-	-	-	-	-	-	-	-	-	226,044
Unassigned	4,040,366	2,502,034	1,969,753	2,462,737	2,485,962	2,704,938	3,133,157	5,095,157	5,178,351	6,110,800
Total General Fund	\$ 5,763,697	\$ 4,283,481	\$ 4,187,817	\$ 4,641,311	\$ 4,688,118	\$ 4,896,737	\$ 5,320,701	\$ 5,350,269	\$ 5,471,369	\$ 6,734,780
All Other Governmental Funds										
Restricted for:										
Public works	\$ 1,530,629	\$ 1,972,025	\$ 2,072,559	\$ 3,185,769	\$ 3,496,001	\$ 1,790,105	\$ 492,930	\$ 892,178	\$ 2,311,357	\$ 2,848,110
Parks	149,895	-	-	-	-	-	-	-	-	-
Capital projects	18,019,036	16,859,167	15,238,198	14,111,576	13,927,449	12,810,993	7,782,198	6,798,819	5,275,315	4,987,861
Home rule sales tax	-	389,596	815,279	1,385,457	1,983,094	2,639,795	3,369,158	-	-	-
Committed to:										
Capital projects	-	500,000	528,107	483,275	388,195	357,099	292,214	248,638	188,167	183,827
Assigned to:										
Parks	1,049,214	2,394,239	2,702,428	2,638,555	3,298,104	3,952,239	2,498,741	3,094,597	3,026,849	3,164,497
Capital projects	7,736,660	5,097,520	4,540,047	3,771,634	2,165,583	2,125,942	2,129,678	2,126,735	5,156,062	8,872,102
Home rule sales tax	-	-	-	-	-	-	-	-	694,104	3,446,312
Unassigned	-	-	-	-	-	-	-	(963,492)	-	-
Total All Other Governmental Funds	\$ 28,485,434	\$ 27,212,547	\$ 25,896,618	\$ 25,576,266	\$ 25,258,426	\$ 23,676,173	\$ 16,564,919	\$ 12,197,475	\$ 16,651,854	\$ 23,502,709

Data Source

Audited Financial Statements

See independent auditor's report.

VILLAGE OF HOMER GLEN, ILLINOIS

CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS

Last Ten Fiscal Years

	Fiscal Year									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Revenues										
Intergovernmental	\$ 7,885,064	\$ 7,709,811	\$ 8,415,770	\$ 9,309,700	\$ 8,879,378	\$ 9,277,479	\$ 9,986,839	\$ 9,726,170	\$ 12,740,931	\$ 13,467,909
Home rule sales tax	2,719,132	2,386,491	2,425,633	2,566,128	2,594,087	2,653,000	2,728,663	2,717,050	3,026,792	3,752,208
Property taxes	-	-	-	-	-	-	-	-	-	1,497,415
Licenses, fees and permits	987,661	1,000,105	1,032,549	1,052,261	1,253,335	1,348,827	1,133,259	1,115,542	1,325,221	1,383,906
Community festival	-	99,124	126,249	111,877	172,855	182,461	138,807	164,284	15,688	270,511
Contributions	212,144	31,179	122,719	156,232	116,012	66,097	14,889	89,218	55,520	112,601
Investment income (loss)	73,767	96,535	(280,135)	18,257	189,272	441,012	509,718	391,269	46,033	(2,730)
Other	131,915	176,344	261,233	7,025	5,125	3,685	11,631	11,149	54,607	138,614
Total Revenues	12,009,683	11,499,589	12,104,018	13,221,480	13,210,064	13,972,561	14,523,806	14,214,682	17,264,792	20,620,434
Expenditures										
General government	1,806,883	2,000,894	1,874,410	1,952,906	1,885,499	1,709,031	1,778,336	2,289,867	2,367,085	2,300,399
Public safety	3,665,401	3,752,313	3,824,041	4,224,326	4,226,270	4,075,163	4,113,475	3,983,094	4,297,044	4,627,234
Building	344,434	372,109	381,303	394,080	405,419	430,891	466,586	464,032	499,732	495,377
Public works	1,472,473	1,466,862	1,497,544	1,595,863	1,656,654	1,687,460	1,740,687	1,719,435	1,691,987	2,598,519
Culture and recreation	20,801	24,136	31,506	179,952	247,746	284,754	330,137	480,668	485,652	532,445
Economic development	52,507	112,459	488,564	635,760	676,835	731,647	616,121	588,229	239,367	161,217
Planning and zoning	-	-	-	-	-	197,412	175,981	226,394	262,421	189,731
Capital outlay	505,835	4,427,024	2,368,293	2,109,501	2,386,224	4,233,538	9,992,973	1,751,139	2,850,575	1,469,092
Bond issuance cost	302,000	-	-	-	-	-	-	-	-	-
Debt service principal	100,000	1,415,000	2,500,000	1,475,000	1,505,000	1,550,000	1,615,000	6,730,000	-	127,969
Debt service interest	-	681,895	549,950	520,950	491,450	446,299	384,300	319,700	-	4,185
Total Expenditures	8,270,334	14,252,692	13,515,611	13,088,338	13,481,097	15,346,195	21,213,596	18,552,558	12,693,863	12,506,168
Excess of Revenues over (under) Expenditures	3,739,349	(2,753,103)	(1,411,593)	133,142	(271,033)	(1,373,634)	(6,689,790)	(4,337,876)	4,570,929	8,114,266
Other financing Sources (Uses)										
Bond proceeds	15,640,000	-	-	-	-	-	-	-	-	-
Bond premiums	1,665,940	-	-	-	-	-	-	-	-	-
Proceeds from sale of capital assets	-	-	-	-	-	-	2,500	-	4,550	-
Transfers In	4,179,220	2,000,000	400,000	23,566	500,000	600,000	700,000	2,045,691	6,761,701	4,000,000
Transfers Out	(4,179,220)	(2,000,000)	(400,000)	(23,566)	(500,000)	(600,000)	(700,000)	(2,045,691)	(6,761,701)	(4,000,000)
Total Other Financing Sources (Uses)	17,305,940	-	-	-	-	-	2,500	-	4,550	-
Net Change in Fund Balances	\$ 21,045,289	\$ (2,753,103)	\$ (1,411,593)	\$ 133,142	\$ (271,033)	\$ (1,373,634)	\$ (6,687,290)	\$ (4,337,876)	\$ 4,575,479	\$ 8,114,266
Debt Service as a Percentage of Noncapital Expenditures	1.29%	21.02%	26.70%	18.17%	17.70%	17.78%	17.60%	41.51%	0.00%	1.19%

Data Source

Audited Financial Statements

See independent auditor's report.

VILLAGE OF HOMER GLEN, ILLINOIS

INTERGOVERNMENTAL REVENUES BY SOURCE

Last Ten Fiscal Years

Fiscal Year	State Sales	State Income	State Use	Motor Fuel	Total
2022	\$ 4,633,361	\$ 3,877,652	\$ 1,331,388	\$ 1,643,260	\$ 11,485,661
2021	3,871,824	2,939,881	1,262,180	1,430,058	9,503,943
2020	3,471,698	2,382,885	1,014,990	1,407,737	8,277,310
2019	3,434,802	2,505,687	919,941	1,208,689	8,069,119
2018	3,377,445	2,203,875	799,580	1,270,471	7,651,371
2017	3,204,332	2,283,651	731,568	1,321,490	7,541,041
2016	3,163,667	2,477,386	678,357	758,861	7,078,271
2015	2,922,809	2,440,061	565,225	837,851	6,765,946
2014	2,753,965	2,312,971	437,110	733,346	6,237,392
2013	3,089,470	2,291,635	384,011	707,216	6,472,332

Data Source

Village records

See independent auditor's report.

VILLAGE OF HOMER GLEN, ILLINOIS

GOVERNMENTAL OWN-SOURCE REVENUES

Last Ten Fiscal Years

	Fiscal Year									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Home Rules Sales Tax	\$ 2,719,132	\$ 2,386,491	\$ 2,425,633	\$ 2,566,128	\$ 2,594,087	\$ 2,653,000	\$ 2,728,663	\$ 2,717,050	\$ 3,026,792	\$ 3,752,208
Licenses, Permits and Fees	987,661	1,000,035	1,032,549	1,052,261	1,253,335	1,348,827	1,133,259	1,115,542	1,325,221	1,383,906

Data Source

Audited Financial Statements

See independent auditor's report.

VILLAGE OF HOMER GLEN, ILLINOIS

ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY

Last Ten Levy Years

Levy Year	Non-Farm Property	Farm Property	Total Taxable Assessed Value (1)	Total Direct Tax Rate	Estimated Actual Taxable Value
2021 *	\$ 1,057,288,361	\$ 8,356,638	\$ 1,065,644,999	\$ 0.1408	\$ 3,196,934,997
2020	1,016,067,873	8,141,175	1,024,209,048	0.1465	3,072,627,144

(1) - The Total Taxable Assessed Value is 33.3% of the Estimated Actual Taxable Value.

*- Most recent information available.

Note: Schedule to be built prospectively until ten years of data is presented.

Data Source: Will County Treasurer

VILLAGE OF HOMER GLEN, ILLINOIS

PROPERTY TAX LEVIES AND COLLECTIONS

Last Ten Fiscal Years

Fiscal Year Ended April, 30	Total Tax Levy for Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2022	\$ 1,967,122	\$ -	\$ - %	\$ -	\$ -	- %
2021	1,500,467	-	-	1,497,415	1,497,415	99.8

Note: Schedule to be built prospectively until ten years of data is presented

Data Source: Will County Treasurer

VILLAGE OF HOMER GLEN, ILLINOIS

TAX RATES OF DIRECT AND OVERLAPPING TAXING DISTRICTS

Last Ten Fiscal Years

	<u>2021</u>	<u>2020</u>
Village of Homer Glen	\$ 0.1408	\$ 0.1465
Will County	0.5761	0.5788
Will County Forest Preserve	0.1339	0.1443
Homer Township	0.0696	0.0896
Homer Township Public Library District	0.1519	0.1538
Homer Township Highway Department	0.1029	0.3136
Northwest Homer Fire Protection District	0.5686	0.5782
Community Consolidated School District No. 33C	3.9027	3.9607
High School District No. 205	1.9211	1.9402
Community College District No. 525	0.2848	0.2891
	<u>\$ 7.8524</u>	<u>\$ 8.1948</u>

Note: Schedule to be built prospectively until ten years of data is presented.

Data Source: Will County Clerk

VILLAGE OF HOMER GLEN, ILLINOIS

PRINCIPAL PROPERTY TAXPAYERS

AS OF APRIL 30, 2022

<u>Taxpayer</u>	<u>Taxable Assessed Value</u>	<u>Rank</u>	<u>Percentage of Total Village Taxable Assessed Value</u>
Meijer	\$4,939,733	1	0.46%
Jewel	3,330,544	2	0.31%
Menards	2,599,740	3	0.24%
Medical Building	1,659,532	4	0.16%
Richards Building Supplies	1,624,268	5	0.15%
Bell Tower Plaza	1,312,195	6	0.12%
Dinolfo's Banquet	1,187,402	7	0.11%
Will Cook Plaza	1,183,311	8	0.11%
Stock and Fields	1,079,514	9	0.10%
Elite Fitness	1,022,044	10	0.10%
	<u>\$19,938,283</u>		<u>1.87%</u>

Note: Village did not assess a property tax levy nine years ago.

Data Source: Will County Clerk

VILLAGE OF HOMER GLEN, ILLINOIS

RATIOS OF OUTSTANDING DEBT BY TYPE

AS OF APRIL 30, 2022

<u>Fiscal Year</u>	<u>General Obligation Bonds (1)</u>	<u>Note Payable</u>	<u>Total Outstanding Debt</u>	<u>Percentage of Personal Income</u>	<u>Population (2)</u>	<u>Debt per Capita</u>
2022	\$ -	\$ -	\$ -	0.00%	24,472	\$ -
2021	-	127,969	127,969	0.01%	24,472	5
2020	-	-	-	0.00%	24,481	-
2019	7,020,654	-	7,020,654	0.71%	24,481	287
2018	8,788,864	-	8,788,864	0.98%	24,481	359
2017	10,519,117	-	10,519,117	1.17%	24,481	430
2016	12,226,736	-	12,226,736	1.39%	24,395	501
2015	13,919,796	-	13,919,796	1.58%	24,395	571
2014	15,600,379	1,050,000	16,650,379	1.91%	24,220	687
2013	17,165,266	1,150,000	18,315,266	2.10%	24,220	756

(1) Includes issuance premium

(2) United States Census Bureau

See independent auditor's report.

VILLAGE OF HOMER GLEN, ILLINOIS

RATIOS OF GENERAL BONDED DEBT OUTSTANDING

AS OF APRIL 30, 2022

<u>Fiscal Year</u>	<u>General Obligation Bonds (1)</u>	<u>Less Amount Available for Debt Service</u>	<u>Total</u>	<u>Percentage of Estimated Actual Taxable Value of Property</u>	<u>Per Capita (2)</u>
2022	\$ -	\$ -	\$ -	0.00%	\$ -
2021	-	-	-	0.00%	-
2020	-	-	-	0.00%	-
2019	7,020,654	3,369,158	3,651,496	0.40%	149
2018	8,788,864	2,639,795	6,149,069	0.67%	251
2017	10,519,117	1,983,094	8,536,023	0.96%	349
2016	12,226,736	1,385,457	10,841,279	1.26%	444
2015	13,919,796	815,279	13,104,517	1.56%	537
2014	15,600,379	2,092,042	13,508,337	1.58%	558
2013	17,165,266	1,702,446	15,462,820	1.74%	638

(1) Includes issuance premium.

(2) Population data can be found on the Schedule of Demographic and Economic Statistics.

See independent auditor's report.

VILLAGE OF HOMER GLEN, ILLINOIS
DIRECT AND OVERLAPPING GENERAL OBLIGATION BONDED DEBT
AS OF APRIL 30, 2022

	<u>Debt</u> <u>Outstanding</u>	<u>Percent Applicable</u> <u>to Village</u>	<u>Total Direct and</u> <u>Overlapping</u> <u>Debt Outstanding</u>
<u>Governmental Unit:</u>			
Will County (1)	\$ 150,280,000	4.77%	\$ 7,166,396
Will County Forest Preserve District	163,577,359	4.77%	7,800,507
Cook County(2)	3,369,965,000	0.00%	3,431
Cook County Forest Preserve District	94,885,000	0.00%	97
Metropolitan Water Reclamation District	2,360,535,090	0.00%	2,453
Homer Township	4,620,000	68.25%	3,152,980
Homer Township Public Library District	3,000,000	68.25%	2,047,389
New Lenox Township	1,380,000	0.24%	3,325
New Lenox Public Library District	6,970,000	0.27%	18,528
Mokena Community Park District	2,640,000	0.01%	312
New Lenox Community Park District	2,231,000	0.27%	5,934
Orland Fire Protection District	5,025,000	0.01%	289
Will Co. Community Cons. School District No. 33C	14,340,000	72.27%	10,363,816
Will Co. School District No. 92	5,490,000	23.88%	1,310,839
Will Co. School District No. 122(3)	129,720,579	0.29%	376,478
Cook Co. School District No. 135	14,185,000	0.01%	939
Will Co. High School District No. 205	13,536,087	38.63%	5,228,351
Will Co. High School District No. 210	204,683,548	0.09%	176,785
Cook Co. Consolidated High School District No. 230	66,490,000	0.00%	1,911
Community College District No. 524	80,600,000	0.00%	1,089
Community College District No. 525	160,710,000	4.80%	7,710,608
Subtotal, overlapping debt			45,372,457
Village of Homer Glen Direct Debt	-	100.00%	-
Total Direct and Overlapping Debt			<u>\$ 45,372,457</u>

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the Village. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the Village of Homer Glen. This process recognizes that, when considering the government's ability to issue and repay long term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping government.

- (1) All of the outstanding bond issues of Will County are Alternate Bonds and are expected to be paid from sources other than property taxes
- (2) Does not include Chicago Public Building Commission Bonds.
- (3) Includes debt certificates and lease certificates.

See independent auditor's report.

VILLAGE OF HOMER GLEN, ILLINOIS

LEGAL DEBT MARGIN INFORMATION

AS OF APRIL 30, 2022

	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Equalized Assessed Valuation of Property	\$ 1,065,850,126	\$ 1,024,209,048	\$ 985,568,027	\$ 952,940,586	\$ 923,833,777	\$ 891,225,964	\$ 859,261,426	\$ 842,508,020	\$ 853,823,972	\$ 888,021,990
Legal Applicable Rate	8.625%	8.625%	8.625%	8.625%	8.625%	8.625%	8.625%	8.625%	8.625%	8.625%
Legal Applicable Limit	91,929,573	88,338,030	85,005,242	82,191,126	79,680,663	76,868,239	74,111,298	72,666,317	73,642,318	76,591,897
General obligation debt Note payable	0	0	0	(6,730,000)	(8,345,000)	(9,895,000)	(11,400,000)	(12,875,000)	(14,325,000)	(15,640,000)
	0	(127,969)	0	0	0	0	0	0	(1,050,000)	(1,150,000)
Legal debt margin	<u>\$ 91,929,573</u>	<u>\$ 88,210,061</u>	<u>\$ 85,005,242</u>	<u>\$ 75,461,126</u>	<u>\$ 71,335,663</u>	<u>\$ 66,973,239</u>	<u>\$ 62,711,298</u>	<u>\$ 59,791,317</u>	<u>\$ 58,267,318</u>	<u>\$ 59,801,897</u>
Total net debt applicable to the limit as a percentage of debt limit	<u>0.00%</u>	<u>0.14%</u>	<u>0.00%</u>	<u>8.19%</u>	<u>10.47%</u>	<u>12.87%</u>	<u>15.38%</u>	<u>17.72%</u>	<u>20.88%</u>	<u>21.92%</u>

Source: Equalized assessed valuation of taxable property from Will County, Illinois Tax Extension Department

Debt limit ceiling is established by the Illinois General Assembly and promulgated in the current edition of the Illinois Compiled Statutes.

See independent auditor's report.

VILLAGE OF HOMER GLEN, ILLINOIS

PLEDGED - REVENUE COVERAGE

AS OF APRIL 30, 2022

General Obligation (Home Rule Sales Tax) Bonds

Fiscal Year	Home Rule Sales Tax	Debt Service		Coverage
		Principal	Interest	
2020*	2,717,050	6,730,000	319,700	0.4
2019	2,728,663	1,615,000	384,300	1.4
2018	2,653,000	1,550,000	446,299	1.3
2017	2,594,087	1,505,000	491,450	1.3
2016	2,566,128	1,475,000	520,950	1.3
2015	2,425,633	1,450,000	549,950	1.2
2014	2,386,491	1,315,000	681,895	1.2
2013 (1)	1,702,446	-	-	0.0

* The District paid off the remaining general obligation (Home Rule Sales Tax) Bonds

(1) This was the year of issuance. Accordingly, no principal payments and interest were scheduled. Further, there was not any debt outstanding in the previous three years that was secured by pledged revenue.

See independent auditor's report.

VILLAGE OF HOMER GLEN, ILLINOIS

DEMOGRAPHIC AND ECONOMIC STATISTICS

Last Ten Fiscal Years

Fiscal Year	Population	Personal Income	Per Capita Personal Income	Median Age	School Enrollment	Unemployment Rate
2022	24,472	\$ 1,050,680,848	\$ 42,934	43.6	Not available	3.40%
2021	24,472	1,068,594,352	43,666	44.2	Not available	6.70%
2020	24,481	1,031,690,576	42,158	44.2	Not available	3.70%
2019	24,481	993,928,600	40,600	44.2	Not available	2.80%
2018	24,481	897,473,460	36,660	44.2	Not available	2.90%
2017	24,481	897,473,460	36,660	44.2	Not available	3.50%
2016	24,395	878,610,320	36,016	44.2	Not available	5.40%
2015	24,395	878,610,320	36,016	44.2	Not available	4.80%
2014	24,220	872,307,520	36,016	39.0	Not available	6.60%
2013	24,220	872,307,520	36,016	39.0	Not available	7.70%

Data Source

U.S. Census Bureau

See independent auditor's report.

VILLAGE OF HOMER GLEN, ILLINOIS

PRINCIPAL EMPLOYERS

AS OF APRIL 30, 2022

<u>Employer</u>	<u>Business</u>	<u>Employees</u>	<u>Percentage of Total Village Employment</u>
School District 33C	Education	437	NA
Meijer	Retail	300	NA
Jewel-Osco	Retail	158	NA
Menards	Retail	146	NA
The Home Depot	Retail	140	NA
School District 92	Education	132	NA
Victorian Village	Senior Living Community	132	NA
Marian Village	Senior Living Community	114	NA
Old Oak Country Club	Golf Course	80	NA
Richards Building Supply	Corporate Headquarters	50	NA

Source: Village records

Information for 2013 is not available.

NA - Not Available

See independent auditor's report.

VILLAGE OF HOMER GLEN,

FULL-TIME EQUIVALENT VILLAGE GOVERNMENT EMPLOYEES BY FUNCTION

Last Ten Fiscal Years

Function/Program	Fiscal Year									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
General government										
General	8.0	8.0	8.0	11.5	13.0	12.5	12.5	13.5	13.5	12.0
Economic development	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0
Building department	3.0	3.0	3.0	4.0	4.5	5.0	5.0	5.0	5.0	5.0
Public safety	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Public works	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Culture and recreation	0.0	0.0	0.0	2.0	4.0	5.0	6.0	5.0	5.0	6.0
Highway and streets	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	16.0
Total	12.0	12.0	12.0	18.5	22.5	23.5	24.5	24.5	24.5	40.0

Data Source

Village Finance Department

See independent auditor's report.

VILLAGE OF HOMER GLEN, ILLINOIS

OPERATING INDICATORS BY FUNCTION

Last Ten Fiscal Years

Function/Program	Fiscal Year									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
General government										
Building department										
Commercial permits	31	31	40	38	30	33	37	30	38	46
Residential permits	20	28	41	59	65	56	34	30	52	75
Other building permits	1,041	863	929	1,040	1,142	1,194	1,218	1,237	1,565	1,390
Public safety										
Police (per Will County Sheriff)										
Parking violations	456	447	362	197	45	12	13	81	5	8
Traffic violations	2,698	2,609	2,606	3,458	4,547	2,507	1,942	1,962	1,336	1,738
Public works										
Streets (per Homer Township Road & Bridge)										
District Street resurfacing (miles)	3.64	3.90	5.51	4.83	4.82	5.31	2.55	4.10	3.44	4.00
Potholes repaired	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA

Data source: The Village subcontractors for the Police and Street Services' records.

NA - Information not available

See independent auditor's report.

VILLAGE OF HOMER GLEN, ILLINOIS

CAPITAL ASSET STATISTICS

Last Ten Fiscal Years

Function/Program	Fiscal Year									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
General government										
General	\$ 138,055	\$ 3,487,280	\$ 3,487,280	\$ 4,217,075	\$ 5,678,354	\$ 5,706,453	\$ 5,710,508	\$ 5,767,218	\$ 5,829,470	\$ 5,855,990
Building department	71,142	71,142	71,142	71,142	97,728	116,388	135,148	135,148	135,148	135,148
Public safety	241,552	241,552	241,552	273,829	178,988	214,292	214,292	251,838	300,790	312,818
Public works	78,093,178	79,022,674	81,073,430	84,997,460	85,291,933	88,793,441	96,161,960	53,528,699	55,002,112	56,255,115
Culture and recreation	2,895,784	2,895,784	2,936,702	4,614,543	4,998,468	5,626,450	8,076,169	8,336,265	9,410,726	9,476,472
Roads	-	-	-	-	-	-	-	-	4,090,560	4,090,560
	<u>\$ 81,439,711</u>	<u>\$ 85,718,432</u>	<u>\$ 87,810,106</u>	<u>\$ 94,174,049</u>	<u>\$ 96,245,471</u>	<u>\$ 100,457,024</u>	<u>\$ 110,298,077</u>	<u>\$ 68,019,168</u>	<u>\$ 74,768,806</u>	<u>\$ 76,126,103</u>

Data Source

Village Finance Department

See independent auditor's report.

**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED
IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***

To the Honorable Village President and Board of Trustees
Village of Homer Glen, Illinois

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of Homer Glen, Illinois, as of and for the year ended April 30, 2022, and the related notes to the financial statements, which collectively comprise the basic financial statements of the Village of Homer Glen, Illinois, and have issued our report thereon dated November 21, 2022.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Village of Homer Glen, Illinois' internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Village of Homer Glen, Illinois' internal control. Accordingly, we do not express an opinion on the effectiveness of the Village of Homer Glen, Illinois' internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that have not been identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Village of Homer Glen, Illinois' financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Orland Park, Illinois
November 21, 2022

PKF Mueller